

Consolidated Financial Results for the Six Months Ended September 30, 2022 (Under Japanese GAAP)

November 11, 2022

Company name: TOMONY Holdings, Inc.
 Stock exchanging listing: Tokyo (code: 8600)
 URL: <https://www.tomony-hd.co.jp/>
 Representative: Takeshi Nakamura, Representative Director, President and CEO
 For inquiry: Hitomi Fujii, Managing Director, General Manager of Corporate Planning Department
 Tel: +81-87-812-0102
 Scheduled date to file quarterly securities report: November 22, 2022
 Scheduled date to commence dividend payment: December 8, 2022
 Trading accounts: None
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: None

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

1. Consolidated highlights for the six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

(1) Results of operations

(%: Changes from the previous fiscal year)

	Ordinary income		Ordinary profits		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%
Six months ended						
September 30, 2022	38,295	14.2	9,536	4.0	6,848	0.7
September 30, 2021	33,526	(5.8)	9,164	36.6	6,795	48.6

(Note) Comprehensive income: September 30, 2022: ¥(6,517)million [- %]; September 30, 2021: ¥8,260 million [(37.5)%]

	Basic earnings per share	Diluted earnings per share
	yen	yen
Six months ended		
September 30, 2022	42.49	41.67
September 30, 2021	42.47	41.61

(2) Financial conditions

	Total assets	Total net assets	Equity-to-asset ratio
As of	million yen	million yen	%
September 30, 2022	4,642,440	238,654	5.0
March 31, 2022	4,596,057	245,730	5.2

(Reference) Equity: September 30, 2022: ¥235,220 million; March 31, 2022: ¥242,116 million

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

2. Cash dividends for shareholders

	Annual cash dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
Fiscal year	yen	yen	yen	yen	yen
ended March 31, 2022	-	4.50	-	4.50	9.00
ending March 31, 2023	-	5.00			
ending March 31, 2023 (Forecast)			-	5.00	10.00

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

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

(%: Changes from the previous fiscal year)

	Ordinary profits		Profit attributable to owners of parent		Basic earnings per share
	million yen	%	million yen	%	yen
Fiscal year ending March 31, 2023	18,450	(3.5)	12,750	(2.3)	79.11

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

Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatements
 - (i) Changes in accounting policies due to revisions of accounting standards and other regulations: Yes
 - (ii) Changes in accounting policies due to reasons other than (i): None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatements: None
- (3) Issued shares of common shares
 - (i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2022	163,728,911 shares	As of March 31, 2022	163,728,911 shares
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- (ii) Number of treasury shares at the end of the period

As of September 30, 2022	2,056,197 shares	As of March 31, 2022	3,024,704 shares
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- (iii) Average number of outstanding shares

Six months ended September 30, 2022	161,152,531 shares	Six months ended September 30, 2021	159,983,881 shares
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*This "Consolidated Financial Results" is outside the scope of the audit.

*Notes for using forecasted information etc.

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

Quarterly consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Cash and due from banks	537,955	470,612
Trading securities	436	458
Money held in trust	1,327	1,150
Securities	727,889	757,746
Loans and bills discounted	3,229,950	3,310,444
Foreign exchanges	7,247	11,361
Lease receivables and investments in leases	10,023	10,102
Other assets	52,559	47,656
Tangible fixed assets	35,967	35,979
Intangible fixed assets	1,369	1,269
Retirement benefit asset	5,860	6,060
Deferred tax assets	163	4,959
Customers' liabilities for acceptances and guarantees	7,309	7,659
Allowance for loan losses	(22,003)	(23,023)
Total assets	4,596,057	4,642,440
Liabilities		
Deposits	3,948,642	4,001,790
Negotiable certificates of deposit	113,501	140,179
Call money and bills sold	-	17,000
Cash collateral received for securities lent	-	9,267
Borrowed money	243,775	194,531
Foreign exchanges	23	11
Other liabilities	33,771	31,378
Provision for bonuses	328	330
Provision for bonuses for directors (and other officers)	106	46
Retirement benefit liability	148	148
Provision for reimbursement of deposits	188	177
Provision for contingent loss	137	132
Provision for loss on guarantees	213	226
Deferred tax liabilities	1,372	95
Deferred tax liabilities for land revaluation	808	808
Acceptances and guarantees	7,309	7,659
Total liabilities	4,350,327	4,403,785

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Net assets		
Share capital	25,000	25,000
Capital surplus	25,972	25,961
Retained earnings	182,386	188,490
Treasury shares	(1,142)	(750)
Total shareholders' equity	232,216	238,702
Valuation difference on available-for-sale securities	7,730	(5,611)
Deferred gains or losses on hedges	0	0
Revaluation reserve for land	1,406	1,423
Remeasurements of defined benefit plans	763	705
Total accumulated other comprehensive income	9,900	(3,481)
Share acquisition rights	1,215	1,005
Non-controlling interests	2,398	2,428
Total net assets	245,730	238,654
Total liabilities and net assets	4,596,057	4,642,440

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

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Ordinary income	33,526	38,295
Interest income	23,577	26,411
Interest on loans and discounts	19,681	20,752
Interest and dividends on securities	3,698	5,246
Fees and commissions	5,192	5,340
Other ordinary income	4,086	3,565
Other income	668	2,977
Ordinary expenses	24,361	28,759
Interest expenses	611	555
Interest on deposits	566	486
Fees and commissions payments	2,026	2,006
Other ordinary expenses	3,330	7,432
General and administrative expenses	17,031	16,603
Other expenses	1,362	2,161
Ordinary profit	9,164	9,536
Extraordinary income	205	4
Gain on disposal of non-current assets	205	4
Extraordinary losses	207	97
Loss on disposal of non-current assets	129	48
Impairment losses	78	35
Provision for loss on guarantees	-	13
Profit before income taxes	9,162	9,443
Income taxes - current	2,178	2,685
Income taxes - deferred	172	(145)
Total income taxes	2,350	2,539
Profit	6,811	6,903
Profit attributable to non-controlling interests	15	54
Profit attributable to owners of parent	6,795	6,848

(Consolidated statements of comprehensive income)

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	6,811	6,903
Other comprehensive income	1,448	(13,421)
Valuation difference on available-for-sale securities	1,515	(13,363)
Deferred gains or losses on hedges	(1)	0
Remeasurements of defined benefit plans, net of tax	(65)	(57)
Comprehensive income	8,260	(6,517)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,279	(6,550)
Comprehensive income attributable to non-controlling interests	(19)	32

(3) Consolidated statements of changes in equity

Six months ended September 30, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	25,000	25,808	170,751	(1,515)	220,043
Cumulative effects of changes in accounting policies			(49)		(49)
Restated balance	25,000	25,808	170,701	(1,515)	219,994
Changes during period					
Dividends of surplus			(647)		(647)
Profit attributable to owners of parent			6,795		6,795
Purchase of treasury shares				(202)	(202)
Disposal of treasury shares		(2)		367	365
Reversal of revaluation reserve for land			(23)		(23)
Net changes in items other than shareholders' equity					
Total changes during period	-	(2)	6,124	165	6,287
Balance at end of period	25,000	25,806	176,826	(1,350)	226,281

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	16,819	1	1,402	784	19,007	1,224	2,907	243,183
Cumulative effects of changes in accounting policies							(48)	(98)
Restated balance	16,819	1	1,402	784	19,007	1,224	2,858	243,084
Changes during period								
Dividends of surplus								(647)
Profit attributable to owners of parent								6,795
Purchase of treasury shares								(202)
Disposal of treasury shares								365
Reversal of revaluation reserve for land								(23)
Net changes in items other than shareholders' equity	1,550	(1)	23	(65)	1,508	(8)	(22)	1,476
Total changes during period	1,550	(1)	23	(65)	1,508	(8)	(22)	7,764
Balance at end of period	18,370	0	1,426	718	20,515	1,215	2,836	250,849

Six months ended September 30, 2022

(Millions of yen)

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

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	7,730	0	1,406	763	9,900	1,215	2,398	245,730
Changes during period								
Dividends of surplus								(727)
Profit attributable to owners of parent								6,848
Purchase of treasury shares								(158)
Disposal of treasury shares								539
Reversal of revaluation reserve for land								(16)
Net changes in items other than shareholders' equity	(13,341)	0	16	(57)	(13,382)	(209)	30	(13,561)
Total changes during period	(13,341)	0	16	(57)	(13,382)	(20)	30	(7,075)
Balance at end of period	(5,611)	0	1,423	705	(3,481)	1,005	2,428	238,654