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FASE

Consolidated Financial Results for the Nine Months Ended December 31, 2023 [Japanese GAAP]

February 9, 2024

Company name: Nishi-Nippon Financial Holdings, Inc.	Torraity
Stock exchange listing: Tokyo, Fukuoka	
Code number: 7189	
URL: https://www.nnfh.co.jp	
Representative: Hideyuki Murakami	President
Contact: Hiroto Funatsu	General Manager of Corporate Planning Division
Phone: 092-476-5050	
Scheduled date of filing quarterly securities report: February	13, 2024
Scheduled date of commencing dividend payments: -	
Trading Accounts: Yes	
Availability of supplementary briefing material on quarterly fi	inancial results: Yes
Schedule of quarterly financial results briefing session: No	

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

1. Consolidated Financial Results for the Nine Months Ended December 31, 2023 (April 1, 2023 to December 31, 2023)

(1) Consolidated Operating Re	sults		(% indicates cl	hanges fror	n the previous corres	ponding period.)		
	Ordinary rayon	Ordinary revenues		£;+	Profit attributable to owners of			
	Ordinary reven	ues	Ordinary profit		Ordinary profit		parent	
Nine months ended	Million yen	%	Million yen	%	Million ye	n %		
December 31, 2023	138,724	14.4	29,116	(10.7)	19,856	(23.1)		
December 31, 2022	121,220	15.3	32,621	6.4	25,823	28.9		
(Note) Comprehensive income	: Nine months end	led Decemb	ber 31, 2023: ¥	27,82	20 million [-%]		
	Nine months end	led Decemb	ber 31, 2022: ¥	(11,293	3) million [-%]		

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2023	140.48	-
December 31, 2022	179.20	-

(2) Consolidated Financial Position

		Total assets		Net assets	Capital adequacy ratio
As of		Million yen		Million yen	%
December 31, 2023		14,087,375		557,632	3.9
March 31, 2023		12,985,181		539,444	4.1
(Reference) Equity: A	As of	December 31, 2023:	¥	547,668 million	
А	As of	March 31, 2023:	¥	529,823 million	

(Note) Capital adequacy ratio = (Total net assets - Non-controlling interests) / Total assets. The ratio above is not based on the regulation of Capital Adequacy Ratio.

2. Dividends

	Annual dividends					
	1st 2nd 3rd Year-end T quarter-end					
	Yen	Yen	Yen	Yen	Yen	
Fiscal year ended March 31, 2023	-	17.50	-	27.50	45.00	
Fiscal year ending March 31, 2024	-	25.00	-			
Fiscal year ending March 31, 2024				30.00	55.00	
(Forecast)				30.00	55.00	

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Ordinary profit	t	Profit attributable to parent	owners of	Basic earnings per share
	Million yen	%	Million yen	%	Yen
Full year	34,500	2.4	24,000	(7.9)	170.11
Note) Revision to the financial results forecast announced most recently: No					

(Note) Revision to the financial results forecast announced most recently:

* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2023 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares): December 31, 2023: 148,596,955 shares March 31, 2023: 148,596,955 shares

2) Total number of treasury shares at the end of the period:			
December 31, 2023:	8,309,674 shares		
March 31, 2023:	7,102,038 shares		

3) Average number of shares during the period:	
Nine months ended December 31, 2023:	141,345,066 shares
Nine months ended December 31, 2022:	144,107,578 shares

(Note) The total number of treasury shares at the end of the period includes treasury shares held by a trust account for Board Benefit Trust (BBT) (120 thousand shares as of December 31, 2023 and 121 thousand shares as of December 31, 2022). In addition, treasury shares held by the trust account (120 thousand shares for nine months ended December 31, 2023 and 48 thousand shares for nine months ended December 31, 2022) are included in the number of treasury shares that is deducted in the calculation of the average number of shares during the period.

(Note)This report is out of the scope of the quarterly review by certified public accountants or independent audit firms.

(Note)Explanation for proper use of forecasts and other notes

The above forecasts are based on the information which is presently available and certain assumptions which are considered to be reasonable.

Actual results may differ materially from those forecasts depending on various future factors.

Quarterly Consolidated Financial Statements Quarterly Consolidated Balance Sheets

	As of March 31,2023	As of December 31,2023
ssets		
Cash and due from banks	1,946,575	2,778,564
Call loans and bills bought	8,011	62,397
Monetary claims bought	42,733	51,225
Money held in trust	11,609	11,714
Securities	1,792,650	1,790,966
Loans and bills discounted	8,955,399	9,158,834
Foreign exchanges	17,311	11,689
Other assets	99,071	110,674
Tangible fixed assets	116,854	116,002
Intangible fixed assets	5,204	4,770
Retirement benefit asset	8,038	9,230
Deferred tax assets	6,367	3,632
Customers' liabilities for acceptances and guarantees	16,372	19,432
Allowance for loan losses	(40,455)	(41,19
Allowance for investment loss	(562)	(56
Total assets	12,985,181	14,087,37
abilities		
Deposits	9,791,772	10,305,80
Negotiable certificates of deposit	167,423	285,12
Call money and bills sold	512,491	577,85
Securities sold under repurchase agreements	265,881	247,99
Cash collateral received for securities lent	293,853	379,24
Borrowed money	1,249,709	1,593,38
Foreign exchanges	504	77
Borrowed money from trust account	5,233	5,65
Other liabilities	120,171	93,06
Provision for share awards for directors (and other officers)	4	
Retirement benefit liability	4,647	3,58
Provision for retirement benefits for directors (and other officers)	200	22
Provision for reimbursement of deposits	545	41
Provision for contingent loss	1,194	1,14
Reserves under special laws	12	1
Deferred tax liabilities	1,070	1,36
Deferred tax liabilities for land revaluation	14,646	14,64
Acceptances and guarantees	16,372	19,43
Total liabilities	12,445,737	13,529,743

(Million yen)

(Million yen)

	As of March 31,2023	As of December 31,2023
Net assets		
Share capital	50,000	50,000
Capital surplus	118,706	118,706
Retained earnings	325,460	337,792
Treasury shares	(5,698)	(7,705)
Total shareholders' equity	488,468	498,793
Valuation difference on available-for-sale securities	25,757	31,841
Deferred gains or losses on hedges	1,015	846
Revaluation reserve for land	29,425	29,514
Remeasurements of defined benefit plans	(14,843)	(13,327)
Total accumulated other comprehensive income	41,355	48,875
Non-controlling interests	9,620	9,963
Total net assets	539,444	557,632
Total liabilities and net assets	12,985,181	14,087,375

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

		(Million yen)
	For the nine months ended December 31,2022	For the nine months ended December 31,2023
Ordinary income	121,220	138,724
Interest income	79,630	87,909
Interest on loans and discounts	60,857	62,840
Interest and dividends on securities	15,813	22,284
Trust fees	0	0
Fees and commissions	24,846	28,288
Gain on trading account transactions	1,026	771
Other ordinary income	4,848	9,252
Other income	10,868	12,502
Ordinary expenses	88,599	109,608
Interest expenses	7,440	19,033
Interest on deposits	318	399
Fees and commissions payments	8,543	10,067
Other ordinary expenses	9,222	13,413
General and administrative expenses	60,244	62,618
Other expenses	3,147	4,475
Ordinary profit	32,621	29,116
Extraordinary income	867	52
Gain on disposal of non-current assets	29	52
Gain on bargain purchase	564	-
Gain on step acquisitions	272	-
Extraordinary losses	265	274
Loss on disposal of non-current assets	242	219
Impairment losses	23	52
Other	-	2
Profit before income taxes	33,222	28,894
Income taxes	7,076	8,591
Profit	26,146	20,302
Profit attributable to non-controlling interests	322	446
Profit attributable to owners of parent	25,823	19,856

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

		(Million yen)
	For the nine months ended December 31,2022	For the nine months ended December 31,2023
Profit	26,146	20,302
Other comprehensive income	(37,439)	7,517
Valuation difference on available-for-sale securities	(39,761)	6,162
Deferred gains or losses on hedges	1,200	(168)
Remeasurements of defined benefit plans, net of tax	1,094	1,516
Share of other comprehensive income of entities accounted for using equity method	26	8
Comprehensive income	(11,293)	27,820
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(11,536)	27,287
Comprehensive income attributable to non-controlling interests	243	532