

SEMI-ANNUAL FINANCIAL DATA
FOR THE SIX MONTHS ENDED
SEPTEMBER 30, 2010

THE HACHIJUNI BANK, LTD.

FINANCIAL REVIEW (The first half fiscal year ended September 30, 2010)

1. Summary (Non-consolidated)

(1) Breakdown of income

A. Net business profit

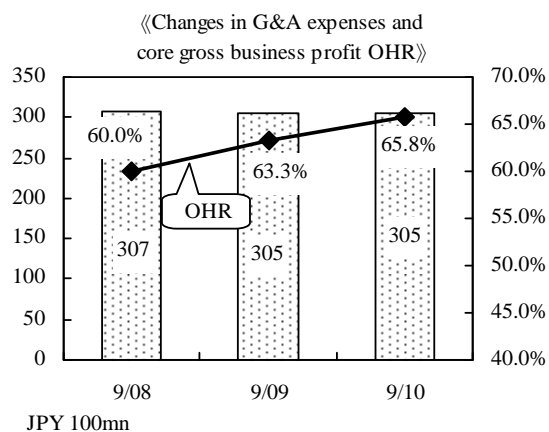
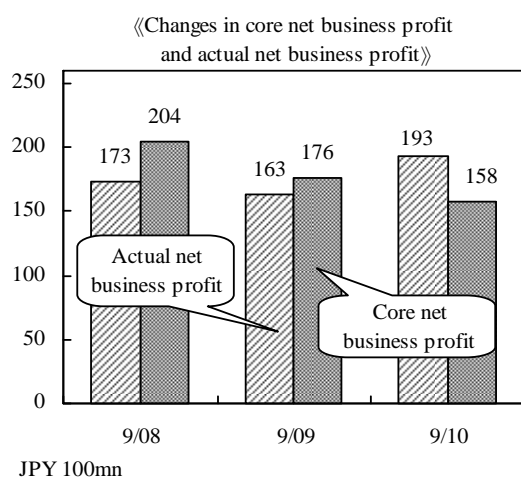
(Units: 1million yen)

	First half of FY 2010 (A)		First half of FY 2009 (B)
		Inc/Dec (A-B)	
Gross business profit	49,933	3,095	46,837
Profit on interest	41,295	(1,151)	42,447
Profit on fees and commissions	5,218	130	5,087
Trading profit	201	(102)	303
Profit from other business transactions	3,217	4,218	(1,001)
Gains (losses) related to bonds	3,515	4,898	(1,383)
General & administrative expenses	30,568	40	30,527
Personnel expenses	15,205	(11)	15,216
Non personnel expenses	13,742	133	13,608
Core net business profit (Note)	15,849	(1,843)	17,692
Actual net business profit (Note)	19,364	3,055	16,309
Transfer to general reserve for possible loan losses	(3,971)	(9,704)	5,733
Net business profit	23,336	12,759	10,576

Note: 1. Core net business profit means an actual net business profit minus gains (losses) related to bonds.

2. Actual net business profit means a net business profit before transfer to general reserve for possible loan losses.

- Core net business profit decreased by ¥1.8 billion from the same period a year earlier to ¥15.8 billion, owing to decreases in profit on interest and profit from other business transactions (excluding gains (losses) related to bonds).
- Actual net business profit increased by ¥3.0 billion from the same period a year earlier to ¥19.3 billion because gains (losses) related to bonds improved by ¥4.8 billion, though core net business profit decreased.
- Net business profit amounted to ¥23.3 billion, up ¥12.7 billion from the same period a year earlier due to a reversal of transfer to general reserve for possible loan losses.
- Profit on interest decreased by ¥1.1 billion from the same period a year earlier to ¥41.2 billion mainly due to a decline in interest margin, reflecting the decline in interest rates.
- Profit on fees and commissions increased by ¥0.1 billion from the same period a year earlier to ¥5.2 billion due to an increase in handling commissions of insurance products for individual customers.
- General and administrative expenses was ¥30.5 billion, more or less unchanged from the same period a year earlier.
- The change in transfer to general reserve for possible loan losses resulted in a reversal of ¥3.9 billion mainly due to the decline in the outstanding balances of loans to be covered by the reserve.



Note: Core gross business profit OHR = G&A expense/core gross business profit

B. Operating profit

(Units: 1million yen)

	First half of FY 2010 (A)		First half of FY 2009 (B)
		Inc/Dec (A-B)	
Temporary profit (loss)	(7,933)	(10,070)	2,136
Net gains (losses) related to equity securities	(3,996)	(3,757)	(239)
Disposal of nonperforming loans	4,268	6,300	(2,032)
Operating profit	15,397	2,688	12,709

- (a) Because of the increase in net business profit of ¥12.7 billion from the same period a year earlier as stated above, operating profit increased by ¥2.6 billion from the same period a year earlier to ¥15.3 billion though temporary profit decreased by ¥10.0 billion due to increases in disposal of nonperforming loans and losses related to equity securities.
- (b) The amount of disposal of nonperforming loans increased by ¥6.3 billion from the same period a year earlier to ¥4.2 billion, reflecting a negative ¥2.0 billion in the same period a year earlier.

C. Semi-annual net income

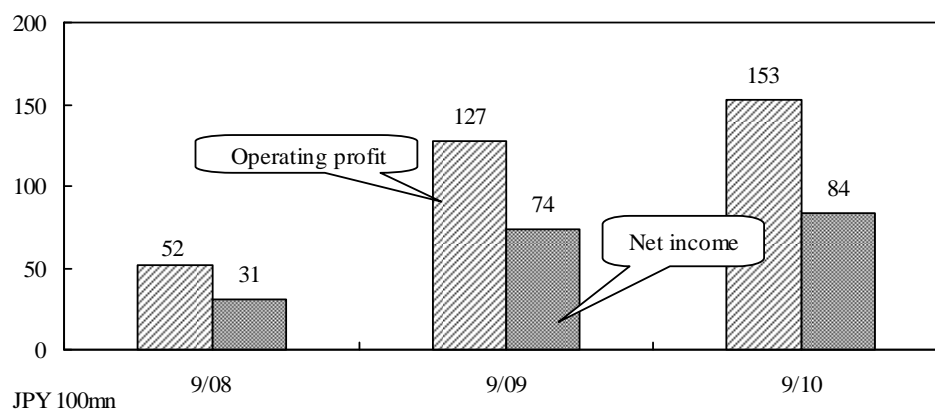
(Units: 1million yen)

	First half of FY 2010 (A)		First half of FY 2009 (B)
		Inc/Dec (A-B)	
Extraordinary gains (losses)	(55)	115	(170)
Impairment losses	12	(120)	133
Income before income taxes	15,342	2,803	12,538
Income taxes-current	3,941	623	3,317
Income taxes-deferred	2,990	1,215	1,774
Net income (loss)	8,410	964	7,446

Extraordinary gains (losses) improved by ¥0.1 billion from the same period a year earlier to a negative ¥55 million.

As a result, net income for the current semi-annual fiscal year was ¥8.4 billion, up ¥0.9 billion from the same period a year earlier.

《Changes in operating profit and net income》



(Reference)

Credit related expenses

(Units: 1million yen)

	First half of FY 2010 (A)		First half of FY 2009 (B)
		Inc/Dec (A-B)	
Transfer to general reserve (a)	(3,971)	(9,704)	5,733
Disposal of nonperforming loans (b)	4,268	6,300	(2,032)
Credit related expenses (a)+(b)	296	(3,404)	3,700

Credit related expenses totaling the amounts of transfer to general reserve and disposal of nonperforming loans was ¥0.2 billion, down ¥3.4 billion from the same period a year earlier.

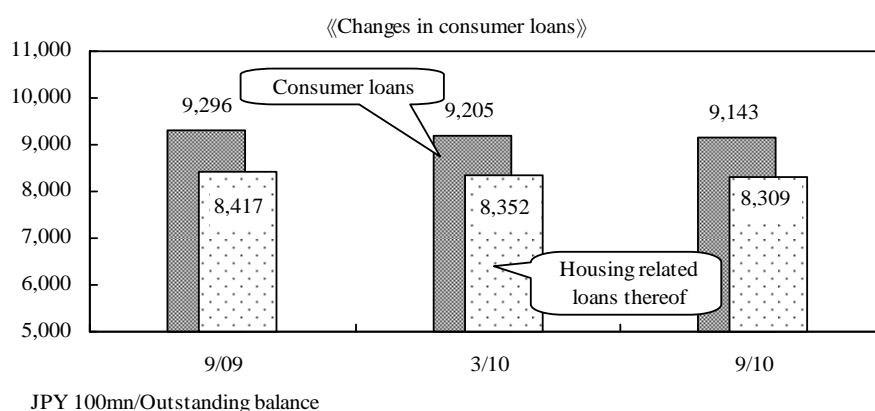
(2) Major accounts (Non-consolidated)

A. Loans

(Units: 100 million yen)

	First half of FY 2010 (A)		FY 2009 (B)	First half of FY2009(C)	
	Inc/Dec (A-B)	Inc/Dec (A-C)			
For all offices (outstanding balance as of the end of the period)	40,969	(72)	799	41,041	40,169
Loans to general corporations	28,324	226	(67)	28,097	28,391
Loans to consumers	9,143	(61)	(153)	9,205	9,296
For all offices (average balance of the period)	41,091	419	297	40,671	40,793
Loans to general corporations	28,422	(339)	(581)	28,761	29,003
Loans to consumers	9,129	(149)	(193)	9,278	9,322

- (a) The outstanding balance increased by ¥79.9 billion, or 1.9 % from the same period a year earlier to ¥4,096.9 billion due to increases in loans to local public bodies and to the government, despite a decrease in loans to consumers.
- (b) The average balance increased by ¥29.7 billion, or 0.7% from the same period a year earlier to ¥4,109.1 billion.



B. Securities

(Units: 100 million yen)

	First half of FY 2010 (A)		FY 2009 (B)	First half of FY2009(C)	
	Inc/Dec (A-B)	Inc/Dec (A-C)			
For all offices (outstanding balance as of the end of the period)	15,959	461	1,774	15,497	14,185
Bonds thereof	11,650	816	2,028	10,833	9,621
JGB thereof	8,456	980	2,219	7,476	6,237
Stocks thereof	1,873	(387)	(301)	2,261	2,174
For all offices (average balance of the period)	14,771	1,273	1,732	13,497	13,038
Bonds thereof	11,157	1,341	1,833	9,815	9,324
JGB thereof	7,928	1,438	1,941	6,490	5,987
Stocks thereof	1,194	(26)	(15)	1,221	1,210

- (a) The outstanding balance increased by ¥177.4 billion, or 12.5% from the same period a year earlier to ¥1,595.9 billion due to an increase in bonds.
- (b) The average balance increased by ¥173.2 billion, or 13.2% from the same period a year earlier to ¥1,477.1 billion.

C. Deposits

(Units: 100 million yen)

	First half of FY 2010 (A)		FY 2009 (B)	First half of FY2009(C)
	Inc/Dec (A-B)	Inc/Dec (A-C)		
For all offices (outstanding balance as of the end of the period)	54,589	131	1,124	54,457
Individuals thereof	38,189	335	603	37,854
Corporations thereof	12,221	443	(83)	11,778
For all offices (average balance of the period)	54,555	1,195	1,037	53,360
Individuals thereof	38,115	426	519	37,688
Corporations thereof	12,278	400	462	11,878

(a) The outstanding balance increased by ¥112.4 billion, or 2.1% from the same period a year earlier to ¥5,458.9 billion due to increases in deposits from individual customers and public funds.

(b) The average balance increased by ¥103.7 billion, or 1.9% from the same period a year earlier to ¥5,455.5 billion.

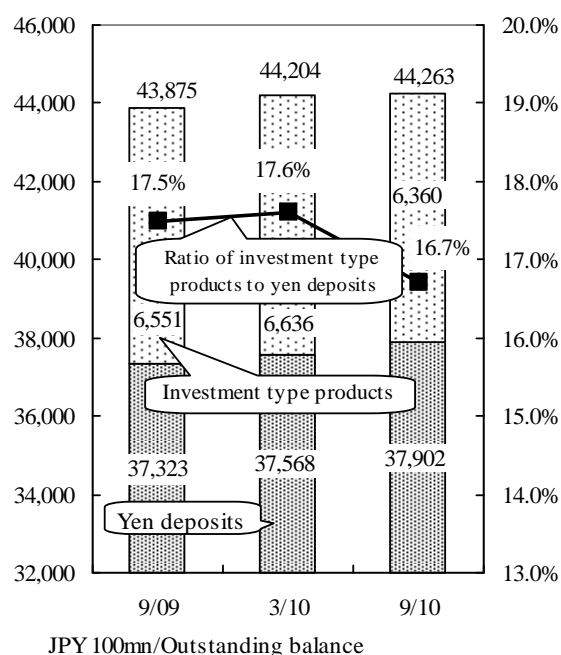
D. Personal financial assets deposited (outstanding balance)

(Units: 100 million yen)

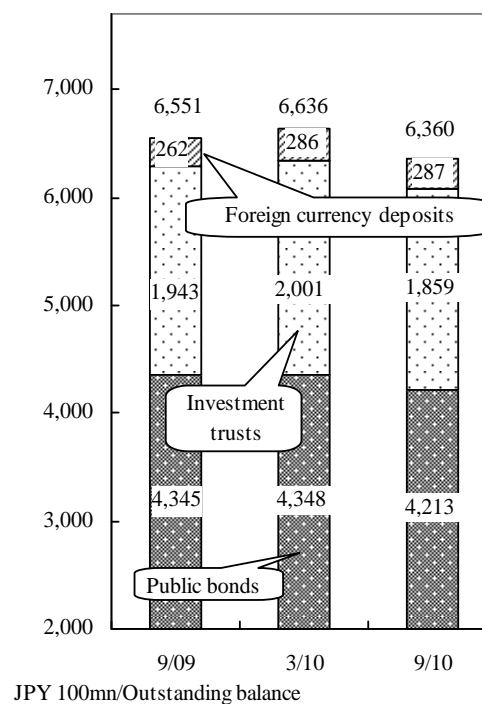
	First half of FY 2010 (A)		FY 2009 (B)	First half of FY2009(C)
	Inc/Dec (A-B)	Inc/Dec (A-C)		
Yen deposits	37,902	334	579	37,568
Foreign currency deposits	287	0	24	262
Investment trusts	1,859	(141)	(83)	2,001
Public bonds (Government bonds, and other bonds)	4,213	(134)	(131)	4,348
Total	44,263	58	387	44,204

The outstanding balance of financial assets deposited increased by ¥38.7 billion, or 0.8% from the same period a year earlier to ¥4,426.3 billion owing to an increase in yen deposits, despite decreases in investment trusts and public bonds.

《Changes in personal financial assets deposited》



《Changes in investment type products》



(3) Risk adjusted capital ratio
(Consolidated)

	First half of FY 2010 (A)			FY 2009 (B)	First half of FY2009(C)
	(Preliminary basis)	Inc/Dec (A-B)	Inc/Dec (A-C)		
Risk adjusted capital ratio (BIS standards)	15.82%	1.53%	2.10%	14.29%	13.72%
Tier I risk adjusted ratio	13.98%	1.25%	1.50%	12.73%	12.48%

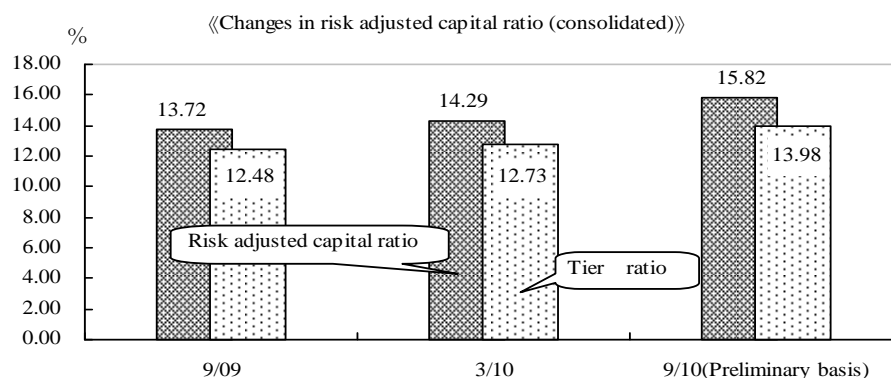
(Units: 100 million yen)

Tier I (1)	3,997	59	134	3,938	3,863
Tax effect equivalent	399	(31)	(43)	431	443
Tier II (2)	607	(11)	96	619	511
Deduction (3)	82	(56)	(47)	139	130
Risk adjusted capital (1)+(2)-(3)	4,523	104	278	4,418	4,244
Risk assets	28,592	(2,320)	(2,344)	30,913	30,936
Total required capital	2,287	(185)	(187)	2,473	2,474

Note: 1. Risk assets calculation was based on the Foundation Internal Ratings-Based Approach.

2. The above figures were not reflected by "Special measures for partial relaxation of the capital adequacy requirements"

The risk adjusted capital ratio rose by 1.53% from the end of FY2009 to 15.82%. It exceeds 8% required by the BIS standards.



(4) Booking of valuation gains (losses) (Non-consolidated) (Units: 100 million yen)

	First half of FY 2010			
	Valuation gains (losses)		Valuation gains	Valuation losses
		Change from Mar. 31, 2010		
Securities held to maturity	—	—	—	—
Other securities	979	(176)	1,081	101
Equity securities	714	(368)	751	36
Bonds	261	176	270	8
Others	3	15	59	56

Note: As for floating rate notes of government bonds, the valuation were based on the market price at the end of the period.

Valuation gains on other securities decreased by ¥17.6 billion from the end of FY2009 (Mar. 31, 2010) to ¥97.9 billion.

(5) Status of Assets (Non-consolidated)

Disclosure of loans based on the Financial Revitalization Law

(Units: 100 million yen, %)

	First half of FY 2010 (A)		FY 2009 (B)	First half of FY2009(C)
		Inc/Dec (A-B)		
Bankrupt and quasi-bankrupt assets	496	13	483	465
Doubtful assets	907	(52)	960	1,034
Substandard assets	230	(189)	419	491
Total	1,635	(227)	1,863	1,991
As a percentage of total credits	3.91	(0.53)	4.44	4.85

Coverage ratio	78.7	2.9	3.9	75.8	74.8
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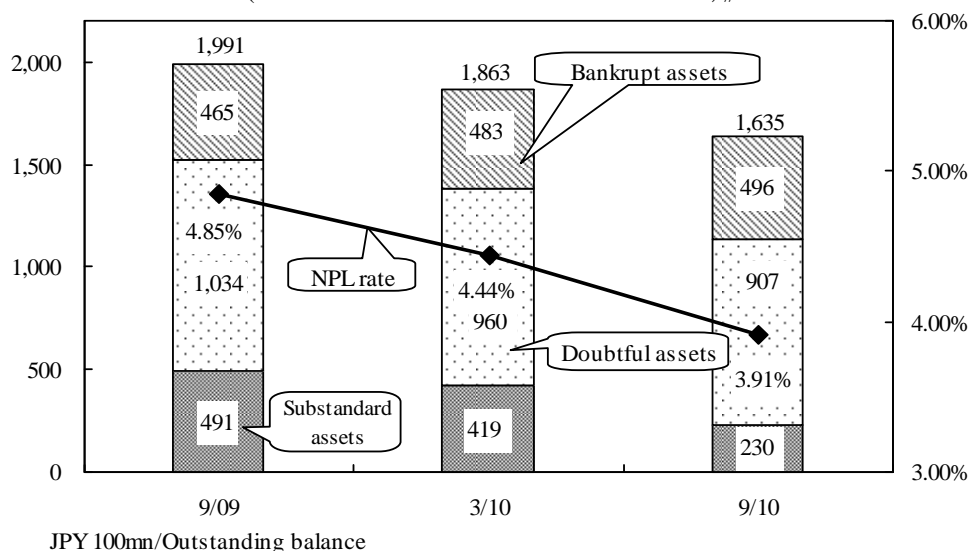
- (a) Disclosed loans based on the Financial Revitalization Law was ¥163.5 billion, down ¥22.7 billion from the end of FY2009.
- (b) Ratio to total credits declined by 0.53% from the end of FY2009 to 3.91% owing to a decrease in the outstanding balances of loans to be disclosed under the law.
- (c) Although a partial direct charge-off was not executed, the above table would have been shown as follows if it had been performed.

(Units: 100 million yen, %)

	First half of FY 2010 (A)		FY 2009 (B)	First half of FY2009(C)
		Inc/Dec (A-B)		
Bankrupt and quasi-bankrupt assets	154	(12)	167	194
Doubtful assets	907	(52)	960	1,034
Substandard assets	230	(189)	419	491
Total	1,293	(253)	1,547	1,721
As a percentage of total credits	3.12	(0.60)	3.72	4.22

Note: Partial direct charge-off means an execution of a direct charge-off of credit claims secured by collateral and guarantees that are determined as ultimately uncollectible or valueless by an internal self-assessment (classified as Category IV), deducted by the amount estimated to be collectible through the disposal of such collateral and the execution of guarantees.

«Changes in nonperforming loans
(loans based on the Financial Revitalization law)»



2. Earnings projections for FY2010

(Non-consolidated)

(Units: 100 million yen)

	First half of FY 2010	Projection for		FY2009 (B)
		FY2010 (A)	(A-B)	
Operating income	604	1,160	(76)	1,236
Gross business profit	499	970	9	961
Profit on interest	412	812	(24)	836
Profit on fees and commissions	52	105	3	102
Trading profit	2	6	0	6
Profit from other business transactions	32	46	29	17
(Gains (losses) related to bonds(JGB etc.)) (a)	35	43	37	6
General and administrative expenses	305	609	5	604
(Personnel expenses)	152	303	(1)	304
(Non-personnel expenses)	137	279	6	273
Core net business profit	158	317	(33)	350
Actual net business profit	193	360	3	357
Transfer to general reserve for possible loan losses (b)	(39)	(18)	(75)	57
Net business profit	233	378	79	299
Gains/losses on sales of equity securities (c)	(5)	(2)	(14)	12
Write-down of equity securities etc. (d)	34	39	32	7
Disposal of nonperforming loans (e)	42	38	(1)	39
Operating profit	153	300	36	264
Extraordinary gains	0	0	0	0
Extraordinary losses	0	2	(2)	4
Net income	84	170	15	155
Credit related expenses (b)+(e)	2	20	(77)	97
Profit(losses) related to securities (a)+(c)-(d)	(4)	2	(9)	11

(Consolidated)

(Units:100 million yen)

	First half of FY 2010	Projection for		FY2009 (B)
		FY2010 (A)	(A-B)	
Operating income	825	1,600	(112)	1,712
Operating profit	183	350	34	316
Net income	87	178	9	169

The above figures of projections for FY2010 were changed from the previous projections disclosed in May 14.

* These projections are based on certain estimates which the bank believes are reasonable, based on information available as of the date of this filing; there is the possibility that the actual results may vary significantly due to various factors in the future.