

INTERIM FINANCIAL DATA
FOR THE SIX MONTHS ENDED
SEPTEMBER 30, 2012

The Hachijuni Bank, Ltd.

FINANCIAL REVIEW (The first half fiscal year ended September 30, 2012)

1. Summary (Non-consolidated)

(1) Breakdown of income

A. Net business profit

(Units: 1million yen)

	First half of FY 2012 (A)		First half of FY 2011 (B)
		Inc/Dec (A-B)	
Gross business profit	48,260	(1,174)	49,435
Profit on interest	40,008	(588)	40,597
Profit on fees and commissions	5,007	(55)	5,063
Trading profit	53	(189)	243
Profit from other business transactions	3,190	(340)	3,530
Gains (losses) related to bonds	2,786	(294)	3,080
General & administrative expenses	30,002	(463)	30,465
Personnel expenses	15,034	(238)	15,272
Non personnel expenses	13,400	(137)	13,537
Core net business profit (Note)	15,472	(416)	15,889
Actual net business profit (Note)	18,258	(711)	18,969
Transfer to general reserve for possible loan losses (Note)	—	—	—
Net business profit (Note)	18,258	(711)	18,969

Note: 1. Each item was expressed by the following calculation formula;

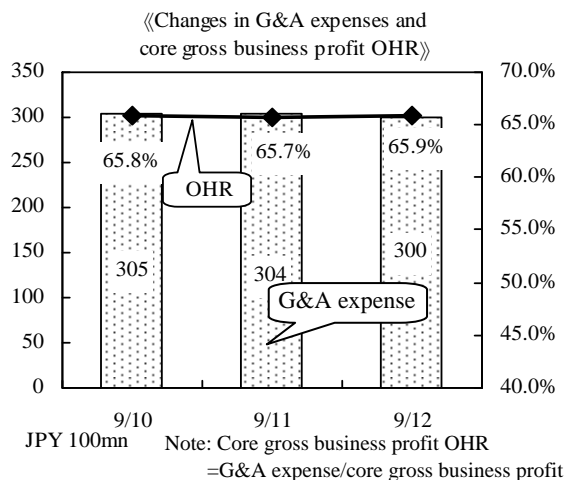
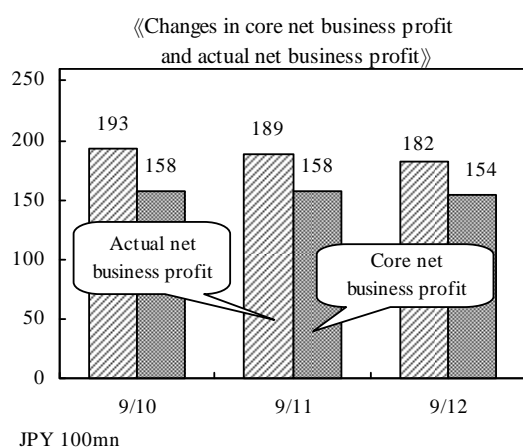
Core net business profit = gross business profit - G&A expenses - gains (losses) related to bonds

Actual net business profit = gross business profit - G&A expenses

Net business profit = gross business profit - G&A expenses - transfer to general reserve for possible loan losses

2. In the first half of FY2011 and the first half of FY2012, reversal of general reserve for possible loan losses exceeded transfer to specific reserve so the differences were included in reversal of allowance for loan losses classified in temporary profit (loss) according to the accounting standards.

- (a) Gross business profit decreased by ¥1.1 billion from the same period a year earlier to ¥48.2 billion.
- Profit on interest decreased by ¥0.5 billion to ¥40.0 billion mainly due to a decline in interest margin, reflecting the decline in interest rates.
 - Profit on fees and commissions was ¥5.0 billion, more or less unchanged.
 - Gains (losses) related to bonds decreased by ¥0.2 billion to ¥2.7 billion. Though both profit and loss relating to sales of bonds increased, an increase in loss on sales of bonds exceeded an increase in profit on sales of bonds.
- (b) General and administrative expenses decreased by ¥0.4 billion from the same period a year earlier to ¥30.0 billion.
- (c) Core net business profit decreased ¥0.4 billion from the same period a year earlier to ¥15.4 billion due to decreases in profit on interest and trading profit despite a decrease in G&A expenses. Actual net business profit decreased by ¥0.7 billion to ¥18.2 billion, owing to a decrease in gains (losses) related to bonds.
- (d) General reserve for possible loan losses resulted in a reversal mainly due to the decline in the outstanding balances of loans under close observation (as for transfer to general reserve for possible loan losses, please see the reference in the 3rd page). As a result, net business profit was ¥18.2 billion, the same amount as actual net business profit.



B. Operating profit

(Units: 1million yen)

	First half of FY 2012 (A)		First half of FY 2011 (B)
		Inc/Dec (A-B)	
Temporary profit (loss)	(3,591)	(6,225)	2,633
Reversal of allowance for loan losses	1,438	(1,773)	3,211
Net gains (losses) related to equity securities	(2,615)	(2,029)	(586)
Profit (loss) on money held in trust	(1,928)	(1,680)	(247)
Disposal of nonperforming loans	563	243	319
Operating profit	14,646	(6,945)	21,592

- (a) Due to deteriorations in net gains (losses) related to equity securities and profit (loss) on money held in trust, and the decrease in reversal of allowance for loan losses, temporary profit (loss) decreased by ¥6.2 billion from the same period a year earlier to a negative ¥3.5 billion.
- (b) The amount of disposal of nonperforming loans increased by ¥0.2 billion from the same period a year earlier to ¥0.5 billion (as for transfer to specific reserve, please see the reference in the next page).
- (c) Operating profit decreased by ¥6.9 billion from the same period a year earlier to ¥14.6 billion because net business profit decreased and temporary profit (loss) deteriorated.

C. Interim net income

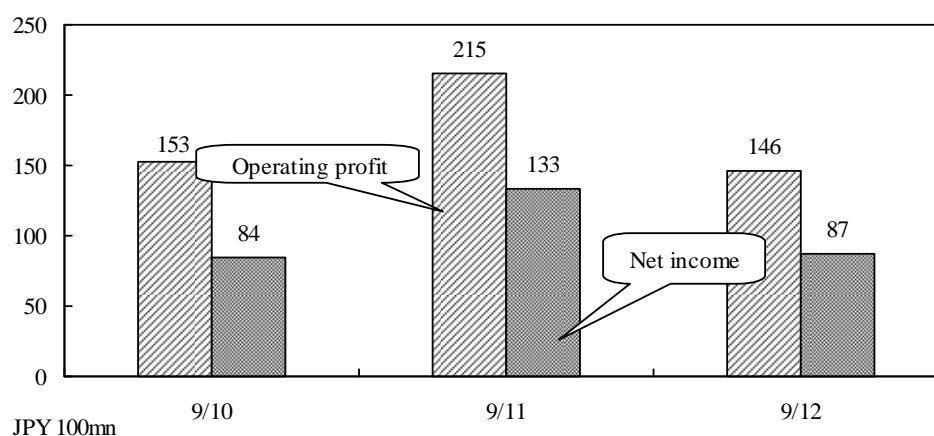
(Units: 1million yen)

	First half of FY 2012 (A)		First half of FY 2011 (B)
		Inc/Dec (A-B)	
Extraordinary gains (losses)	(515)	(381)	(134)
Income before income taxes	14,131	(7,326)	21,457
Income taxes-current	4,144	(2,667)	6,812
Income taxes-deferred	1,192	(119)	1,311
Net income (loss)	8,793	(4,539)	13,333

Extraordinary gains (losses) deteriorated by ¥0.3 billion from the same period a year earlier to a negative ¥0.5 billion.

As a result, net income for the current interim fiscal year was ¥8.7 billion, down ¥4.5 billion from the same period a year earlier.

《Changes in operating profit and net income》



(Reference)

1. Credit related expenses

(Units: 1million yen)

	First half of FY 2012 (A)		First half of FY
		Inc/Dec (A-B)	2011 (B)
Transfer to general reserve (a)	—	—	—
Disposal of nonperforming loans (b)	563	243	319
Reversal of allowance for loan losses (c)	1,438	(1,773)	3,211
Reversal of general reserve	3,731	(1,287)	5,018
Transfer to specific reserve	2,292	485	1,807
Recoveries of written-off claims (d)	24	(390)	415
Credit related expenses (a)+(b)-(c)-(d)	(899)	2,407	(3,307)

Credit related expenses increased by ¥2.4 billion from the same period a year earlier to a negative ¥0.8 billion, reflecting to the decrease in reversal of allowance for loan losses.

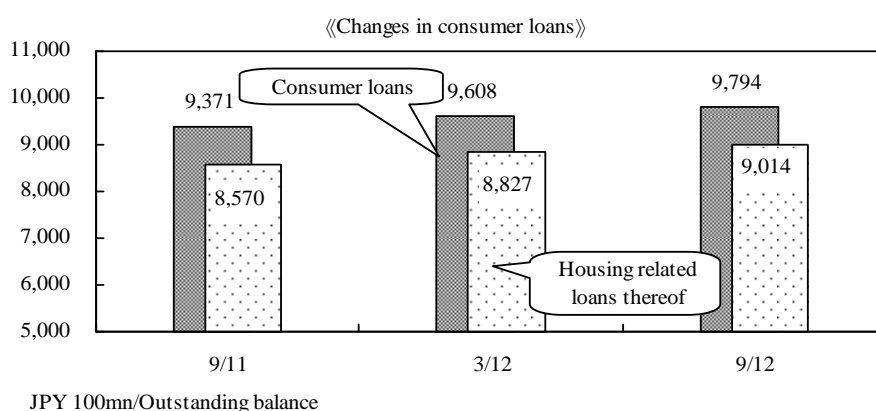
(2) Major accounts (Non-consolidated)

A. Loans

(Units: 100 million yen)

	First half of FY 2012 (A)		FY 2011 (B)	First half of FY2011(C)	
	Inc/Dec (A-B)	Inc/Dec (A-C)			
For all offices (outstanding balance as of the end of the period)	42,590	248	1,106	42,341	41,483
Loans to general corporations	28,051	8	195	28,043	27,855
Loans to consumers	9,794	185	422	9,608	9,371
For all offices (average balance of the period)	42,600	646	860	41,954	41,740
Loans to general corporations	28,185	(123)	(18)	28,309	28,204
Loans to consumers	9,661	303	417	9,357	9,243

- (a) The outstanding balance increased by ¥110.6 billion, or 2.6% from the same period a year earlier to ¥4,259.0 billion due to increases in loans to local public entities, to consumers, and to general corporations.
- (b) The average balance increased by ¥86.0 billion, or 2.0% from the same period a year earlier to ¥4,260.0 billion.



B. Securities

(Units: 100 million yen)

	First half of FY 2012 (A)		FY 2011 (B)	First half of FY2011(C)	
	Inc/Dec (A-B)	Inc/Dec (A-C)			
For all offices (outstanding balance as of the end of the period)	20,449	547	1,837	19,901	18,611
Bonds thereof	15,364	763	1,435	14,601	13,928
JGB thereof	11,654	587	913	11,066	10,740
Stocks thereof	1,706	(268)	(66)	1,974	1,773
For all offices (average balance of the period)	19,020	1,554	2,173	17,466	16,847
Bonds thereof	14,480	1,109	1,581	13,370	12,899
JGB thereof	10,946	802	1,359	10,143	9,586
Stocks thereof	1,182	12	26	1,169	1,156

- (a) The outstanding balance increased by ¥183.7 billion, or 9.8% from the same period a year earlier to ¥2,044.9 billion due to an increase in bonds, mainly JGBs.
- (b) The average balance increased by ¥217.3 billion, or 12.8% from the same period a year earlier to ¥1,902.0 billion.

C. Deposits

(Units: 100 million yen)

	First half of FY 2012 (A)			FY 2011 (B)	First half of FY2011(C)
		Inc/Dec (A-B)	Inc/Dec (A-C)		
For all offices (outstanding balance as of the end of the period)	56,898	198	1,058	56,700	55,839
Individuals thereof	39,964	312	884	39,651	39,079
Corporations thereof	12,988	479	830	12,508	12,157
For all offices (average balance of the period)	57,144	788	767	56,355	56,376
Individuals thereof	39,883	608	854	39,274	39,028
Corporations thereof	12,823	258	226	12,564	12,597

- (a) The outstanding balance increased by ¥105.8 billion, or 1.8% from the same period a year earlier to ¥5,689.8 billion due to increases in deposits from individual customers and corporate customers despite a decrease in public funds.
- (b) The average balance increased by ¥76.7 billion, or 1.3% from the same period a year earlier to ¥5,714.4 billion.

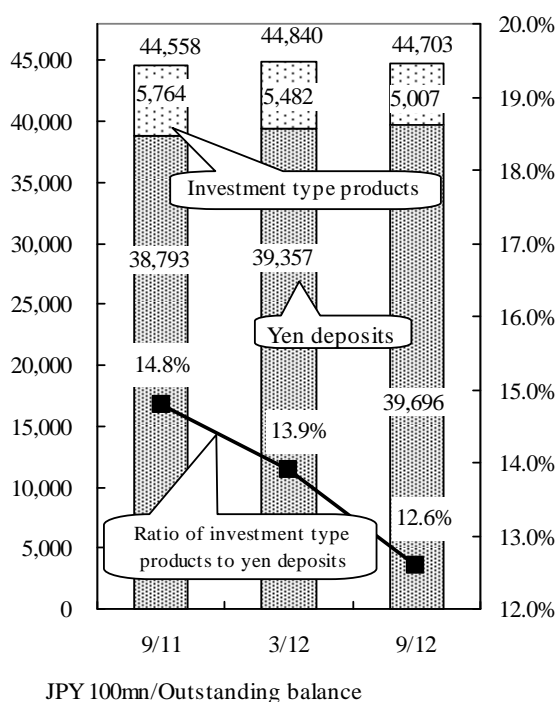
D. Personal financial assets deposited (outstanding balance)

(Units: 100 million yen)

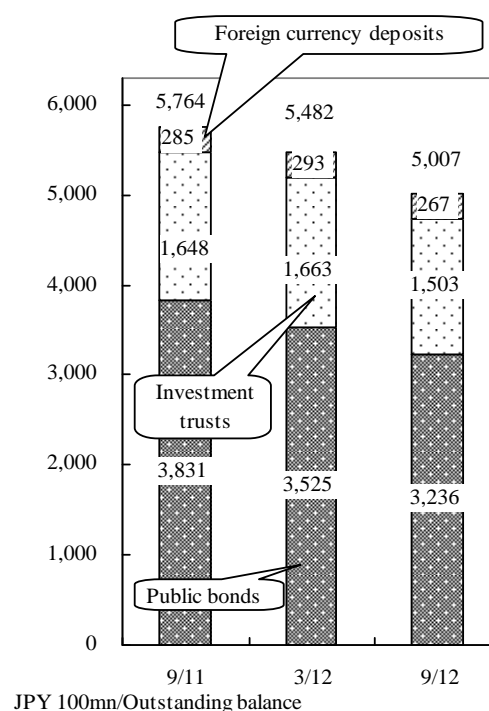
	First half of FY 2012 (A)			FY 2011 (B)	First half of FY2011(C)
		Inc/Dec (A-B)	Inc/Dec (A-C)		
Yen deposits	39,696	338	902	39,357	38,793
Foreign currency deposits	267	(26)	(17)	293	285
Investment trusts	1,503	(159)	(144)	1,663	1,648
Public bonds (Government bonds, and other bonds)	3,236	(289)	(595)	3,525	3,831
Total	44,703	(136)	145	44,840	44,558

The outstanding balance of financial assets deposited increased by ¥14.5 billion, or 0.3% from the same period a year earlier to ¥4,470.3 billion owing to an increase in yen deposits, despite decreases in public bonds and investment trusts.

《Changes in personal financial assets deposited》



《Changes in investment type products》



(3) Risk adjusted capital ratio
(Consolidated)

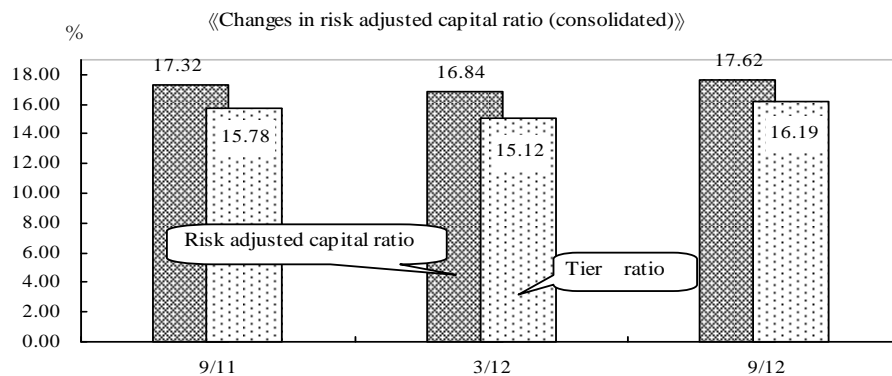
	First half of FY 2012 (A)		FY 2011 (B)	First half of FY2011(C)
	Inc/Dec (A-B)	Inc/Dec (A-C)		
Risk adjusted capital ratio (BIS standards)	17.62%	0.78%	16.84%	17.32%
Tier I risk adjusted ratio	16.19%	1.07%	15.12%	15.78%

(Units: 100 million yen)

Tier I (1)	4,298	69	99	4,228	4,198
Tier II (2)	429	(109)	(32)	539	462
Deduction (3)	48	(10)	(5)	58	54
Risk adjusted capital (1)+(2)-(3)	4,679	(29)	72	4,709	4,606
Risk assets	26,547	(1,410)	(43)	27,958	26,591

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

The risk adjusted capital ratio rose by 0.78% from the end of FY2011 (Mar. 31, 2012) to 17.62%. It exceeds 8% required by the BIS standards.



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

	First half of FY 2012			
	Valuation gains (losses)		Valuation gains	Valuation losses
		Change from Mar. 31, 2012		
Securities held to maturity	—	—	—	—
Other securities	1,073	(52)	1,170	97
Equity securities	600	(197)	640	39
Bonds	462	137	465	2
Others	9	7	65	55

Valuation gains on other securities decreased by ¥5.2 billion from the end of FY2011 (Mar. 31, 2012) to ¥107.3 billion.

(Reference) Nikkei stock average

Sep. 30, 2012: ¥8,870

Mar. 31, 2012: ¥10,083

(5) Status of Assets (Non-consolidated)

Disclosure of loans based on the Financial Revitalization Law

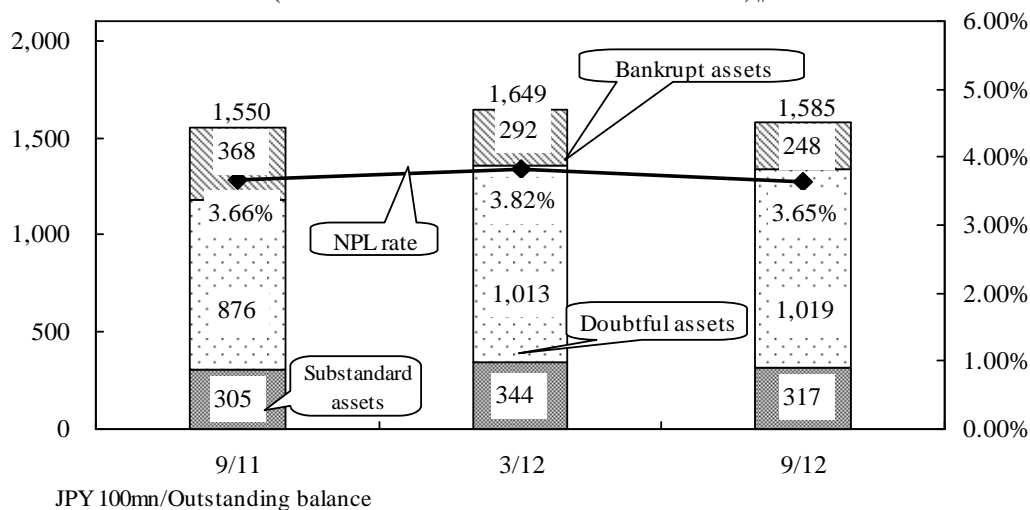
(Units: 100 million yen, %)

	First half of FY 2012 (A)		FY 2011 (B)	First half of FY2011(C)
		Inc/Dec (A-B) Inc/Dec (A-C)		
Bankrupt and quasi-bankrupt assets	248	(44) (120)	292	368
Doubtful assets	1,019	6 143	1,013	876
Substandard assets	317	(26) 12	344	305
Total	1,585	(64) 35	1,649	1,550
As a percentage of total credits	3.65	(0.17) (0.01)	3.82	3.66

Coverage ratio	74.2	(1.2) (0.8)	75.4	75.0
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Disclosed loans based on the Financial Revitalization Law was ¥158.5 billion, down ¥6.4 billion from the end of FY2011 (Mar. 31, 2012).

《Changes in nonperforming loans
(loans based on the Financial Revitalization Law)》



2. Earnings projections for FY2012

(Non-consolidated)

(Units: 100 million yen)

	First half of FY 2012	Projection for		FY2011 (B)
		FY2012 (A)	(A-B)	
Gross business profit	482	947	(22)	969
Profit on interest	400	780	(35)	815
Profit on fees and commissions	50	106	7	99
Trading profit	0	4	0	4
Profit from other business transactions	31	55	5	50
((Gains (losses) related to bonds(JGB etc.)) (a))	27	44	2	42
General and administrative expenses	300	600	0	600
(Personnel expenses)	150	299	(4)	303
(Non-personnel expenses)	134	275	4	271
Core net business profit	154	303	(23)	326
Actual net business profit	182	347	(22)	369
Transfer to general reserve for possible loan losses (b)	—	(23)	9	(32)
Net business profit	182	370	(31)	401
Net gains (losses) related to equity securities (c)	(26)	(24)	(15)	(9)
Disposal of nonperforming loans (d)	5	49	(62)	111
Reversal of allowance for loan losses (e)	14	—	—	—
Recoveries of written-off claims (f)	0	0	(4)	4
Operating profit	146	272	(12)	284
Extraordinary gains	0	0	0	0
Extraordinary losses	5	7	4	3
Net income	87	170	3	167
Credit related expenses (b)+(d)-(e)-(f)	(8)	26	(49)	75
Profit(losses) related to securities (a)+(c)	1	19	(14)	33

(Consolidated)

(Units:100 million yen)

	First half of FY 2012	Projection for		FY2011 (B)
		FY2012 (A)	(A-B)	
Operating profit	179	322	(30)	352
Net income	94	180	7	173

The above figures of projections for FY2012 were changed from the previous projections disclosed in May 11.

* 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.