

INTERIM REPORT 2016

Six Months Ended September 30, 2016



SENSHU IKEDA HOLDINGS, INC.

**THE SENSHU IKEDA
BANK, LTD.**

**SENSHU IKEDA TOKAI TOKYO
SECURITIES CO., LTD.**



S I H D

This symbol in the shape of Kansai's six prefectures is suitable for the new financial group, leading the Kansai region characterized by a spirit of openness. The vertical lines stretching upward express the spread of the various networks linking the Kansai area that were created with the birth of the new financial group.

The brand color is associated with water, a clear blue that symbolizes the growth potential of the new financial group and the corporate culture of unrestricted freedom.

Management Principle

Strive to become a financial group that “endear ourselves to the regional community by providing services tailored to customers’ needs, while valuing “broad networks of relationships” and “an enterprising spirit.”

Management Policy

1. Create a “most trusted by customers” financial group which respects personal relationships and promotes honest and approachable banking.
2. Create a financial group with a commanding regional presence by researching and predicting trends to provide advanced, high-quality services.
3. Pursue transparent operations and live up to the trust of the shareholders, while maintaining a competitive edge through strong financial standing, high profitability and management efficiency.
4. Promote “coexistence with the region” by utilizing industrial, academic and management networks for business matching.
5. Focus on gaining the trust of the community through compliance with laws and regulations and corporate activities that are considerate of the environment.
6. Provide a workplace for employees of the financial group which encourages employees to exercise talents and develop skills, with an emphasis on proactive self improvement, thereby contributing to the development of upstanding citizens.

CONTENTS

Corporate Information	2
Board of Directors	3
Consolidated Financial Information of Senshu Ikeda Holdings (Unaudited)	4
Non-consolidated Financial Information of The Senshu Ikeda Bank (Unaudited)	9

Corporate Information

Corporate Data (As of the end of September, 2016)

Senshu Ikeda Holdings, Inc.

Establishment: October 1, 2009
 Location: 18-14 Chayamachi, Kita-ku, Osaka-City, Osaka 530-0013, Japan
 Phone: 81-(0)6-4802-0181
 URL: <http://www.senshuikeda-hd.co.jp>
 Share Capital: ¥102.9 billion
 Business Activities: Management and other related operations of banks and affiliates whose shares can be held in accordance with the Banking Act and other related operations.
 Number of Employees: 106
 Stock Listing: Tokyo Stock Exchange

The Senshu Ikeda Bank, Ltd.

Establishment: September 1, 1951
 Location: 18-14 Chayamachi, Kita-ku, Osaka-City, Osaka 530-0013, Japan
 Phone: 81-(0)6-6375-1005
 URL: <http://www.sihd-bk.jp>
 Share Capital: ¥61.3 billion
 Deposits: ¥4.7927 trillion
 Loans: ¥3.7519 trillion
 Number of Branches: 138
 Number of Employees: 2,540

Asia and China Business Promotion Division (International Division)

Phone: 81-(0)6-6375-3484
 Facsimile : 81-(0)6-6375-3492
 SWIFT Address : BIKEJPJS

Financial Market Division:

Phone: 81-(0)6-6375-3879
 Facsimile : 81-(0)6-6375-3998

Suzhou Representative Office:

399 East Baodai Road,
 Wuzhong District, Suzhou,
 Jiangsu, China
 Phone: 86-(0)512-6585-1791
 Facsimile : 86-(0)512-6585-2312

Senshu Ikeda Tokai Tokyo Securities Co.,Ltd.

Establishment: January 30, 2013
 Location: 18-14 Chayamachi, Kita-ku, Osaka-City, Osaka 530-0013, Japan
 Phone: 81-(0)6-6485-0031
 URL: <http://www.sittsec.co.jp>
 Share Capital: ¥1.25 billion
 Assets under management: ¥89.9 billion
 Number of Branches: 3
 Number of Employees: 91

Board of Directors

Senshu Ikeda Holdings

Board of Directors (As of June 28, 2016)

Representative Director and President	Hirohisa Fujita	Director	Atsushi Ukawa	Director	Hiro Maeno	Audit & Supervisory Board Member (Full-time)	Takashi Nishi
Representative Director and Chairman	Kazuyuki Kataoka	Director	Akira Tahara	Director	Yasuki Hosomi	Audit & Supervisory Board Member (Full-time)	Shigeru Aoyagi
		Director	Takayuki Ota	Director (Outside)	Taro Ohashi	Audit & Supervisory Board Member (Outside)	Toshiaki Imanaka
		Director	Motoshi Inoue	Director (Outside)	Kazuo Hiramatsu	Audit & Supervisory Board Member (Outside)	Toshiaki Sasaki

The Senshu Ikeda Bank

Board of Directors (As of June 28, 2016)

Representative Director and President	Hirohisa Fujita	Director & Senior Managing Executive Officer	Atsushi Ukawa	Director & Managing Executive Officer	Hiro Maeno	Audit & Supervisory Board Member (Full-time)	Hiroaki Kobayashi
Representative Director and Chairman	Kazuyuki Kataoka	Director & Senior Managing Executive Officer	Akira Tahara	Director & Managing Executive Officer	Yasuki Hosomi	Audit & Supervisory Board Member (Full-time)	Satoshi Kitagawa
		Director & Senior Managing Executive Officer	Takayuki Ota	Director (Outside)	Minoru Furukawa	Audit & Supervisory Board Member (Outside)	Tsuneo Yamada
		Director & Senior Managing Executive Officer	Motoshi Inoue	Director (Outside)	Takao Koyama	Audit & Supervisory Board Member (Outside)	Kenichi Yoshimoto

Executive Officers (As of June 28, 2016)

Senior Managing Executive Officer	Masahiro Saito	Managing Executive Officer	Koji Miyata	Executive Officer	Akihito Okumura	Executive Officer	Tsutomu Irie
Senior Managing Executive Officer	Takashi Noda	Managing Executive Officer	Shinji Inoue	Executive Officer	Kou Tanaka	Executive Officer	Susumu Yamagata
Senior Managing Executive Officer	Susumu Kawakami	Executive Officer	Osamu Horiuchi	Executive Officer	Tadashi Ichikawa		
Managing Executive Officer	Hirotsugu Maekawa	Executive Officer	Satoru Kusumoto	Executive Officer	Jun Matsumura		
Managing Executive Officer	Masahiro Horikawa	Executive Officer	Muneharu Kurita	Executive Officer	Hirohito Sakaguchi		

Senshu Ikeda Tokai Tokyo Securities

Board of Directors (As of June 28, 2016)

Representative Director and President	Yasuo Kitamura	Audit & Supervisory Board Member (Full-time)	Yutaka Sakato
Representative Director and Vice President	Hiromi Tajima	Audit & Supervisory Board Member (Outside)	Satoshi Kitagawa
Managing Director	Mamoru Kudo	Audit & Supervisory Board Member (Outside)	Hiroichi Wakita

Executive Officers (As of June 28, 2016)

Executive Officer	Toshiyuki Inoue
Executive Officer	Wataru Kondo

Consolidated Financial Information of Senshu Ikeda Holdings (Unaudited)

Consolidated Interim Balance Sheets (Unaudited)

Senshu Ikeda Holdings, Inc. and Consolidated Subsidiaries
As of 30th September, 2016

	Millions of yen		Thousands of U.S. dollars
	As of September 30, 2016	As of March 31, 2016	As of September 30, 2016
Assets			
Cash and due from banks	¥ 560,361	¥ 460,293	\$ 5,541,544
Call loans and bills bought	951	885	9,404
Monetary claims bought	112	67	1,107
Trading account securities	216	221	2,136
Money held in trust	28,664	27,000	283,465
Securities	1,060,916	1,026,804	10,491,653
Loans and bills discounted	3,759,044	3,765,182	37,174,090
Foreign exchange assets	7,490	6,451	74,070
Other assets	53,588	63,765	529,944
Tangible fixed assets	37,988	38,714	375,672
Intangible fixed assets	5,517	6,123	54,558
Net defined benefit assets	12,870	13,018	127,274
Deferred tax assets	12,886	14,181	127,432
Customers' liabilities for acceptances and guarantees	13,311	14,399	131,635
Reserve for possible loan losses	(21,693)	(30,483)	(214,527)
Total assets	¥ 5,532,226	¥ 5,406,626	\$ 54,709,513
Liabilities and net assets			
Liabilities			
Deposits	¥ 4,747,268	¥ 4,730,075	\$ 46,946,875
Negotiable certificates of deposit	—	3,800	—
Payables under securities lending transactions	255,320	211,509	2,524,920
Borrowed money	155,128	86,216	1,534,098
Foreign exchange liabilities	453	429	4,479
Corporate bonds and notes	45,000	55,000	445,015
Other liabilities	47,682	43,488	471,538
Provision for employees' bonuses	2,040	1,787	20,174
Net defined benefit liability	680	741	6,724
Accrued retirement benefits for directors and corporate auditors	33	39	326
Reserve for reimbursement of deposits	492	456	4,865
Reserve for point services	237	223	2,343
Reserve for contingent losses	331	343	3,273
Reserve under special laws	0	0	0
Deferred tax liabilities	50	110	494
Acceptances and guarantees	13,311	14,399	131,635
Total liabilities	5,268,032	5,148,621	52,096,835
Net assets			
Shareholders' equity:			
Capital stock	102,999	102,999	1,018,581
Capital surplus	57,365	57,361	567,296
Retained earnings	74,596	68,521	737,697
Treasury stock	(2,344)	(2,678)	(23,180)
Total shareholders' equity	232,616	226,203	2,300,395
Accumulated other comprehensive income:			
Net unrealized gain (loss) on available-for-sale securities	25,142	21,753	248,635
Net unrealized gain (loss) on deferred hedges	(185)	(144)	(1,829)
Remeasurements of defined benefit plans	1,839	1,927	18,186
Total accumulated other comprehensive income	26,796	23,536	264,992
Stock subscription rights	82	91	810
Non-controlling interests	4,700	8,172	46,479
Total net assets	264,194	258,005	2,612,678
Total liabilities and net assets	¥ 5,532,226	¥ 5,406,626	\$ 54,709,513

(Note 1) The amounts are presented in millions of yen and are rounded down to the nearest million.

(Note 2) U.S. dollar amounts are translated, for convenience only, at the rate of ¥101.12 = \$1.00, as of Sept. 30, 2016.

(Note 3) The amounts are presented in thousands of dollars and are rounded to the nearest thousands.

Consolidated Interim Statements of Operations (Unaudited)

Senshu Ikeda Holdings, Inc. and Consolidated Subsidiaries
Six months ended 30th September, 2016 and 2015

	Millions of yen		Thousands of U.S. dollars
	2016	2015	2016
Income			
Interest income:			
Interest on loans and bills discounted	¥ 21,428	¥ 22,963	\$ 211,906
Interest and dividends on securities	7,442	8,050	73,595
Other interest income	230	374	2,274
Fees and commissions	9,704	10,447	95,965
Other operating income	6,061	3,845	59,938
Recoveries of written-off claims	823	850	8,138
Other income	6,227	9,507	61,580
Total income	51,919	56,039	513,439
Expenses			
Interest expenses:			
Interest on deposits	1,661	2,420	16,426
Interest on borrowings and rediscounts	355	337	3,510
Other interest expenses	1,246	1,292	12,321
Fees and commissions	3,046	2,775	30,122
Other operating expenses	1,690	7,500	16,712
General and administrative expenses	25,888	24,649	256,012
Loss on sales or disposal of fixed assets	149	24	1,473
Loss on impairment of fixed assets	55	170	543
Other expenses	6,174	6,769	61,056
Total expenses	40,268	45,938	398,219
Income before income taxes	11,650	10,101	115,209
Income taxes			
Current	1,479	447	14,626
Deferred	(198)	966	(1,958)
Total income taxes	1,281	1,413	12,668
Profit	10,369	8,687	102,541
Profit attributable to non-controlling interests	1,551	91	15,338
Profit attributable to owners of the parent	¥ 8,817	¥ 8,596	\$ 87,193

(Note 1) The amounts are presented in millions of yen and are rounded down to the nearest million.

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Consolidated Interim Statements of Comprehensive Income (Unaudited)

Senshu Ikeda Holdings, Inc. and Consolidated Subsidiaries
Six months ended 30th September, 2016 and 2015

	Millions of yen		Thousands of U.S. dollars
	2016	2015	2016
Profit	¥ 10,369	¥ 8,687	\$ 102,541
Other comprehensive income			
Net unrealized gain (loss) on available-for-sale securities	3,387	(9,324)	33,494
Net unrealized gain (loss) on deferred hedges	(40)	(70)	(395)
Remeasurements of defined benefit plans	(88)	(382)	(870)
Total other comprehensive income	3,258	(9,777)	32,219
Comprehensive income	¥ 13,628	¥ (1,090)	\$ 134,770
Total comprehensive income attributable to:			
Owners of the parent	12,077	(1,181)	119,432
Non-controlling interests	1,550	90	15,328

(Note 1) The amounts are presented in millions of yen and are rounded down to the nearest million.

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Consolidated Interim Statement of Changes in Net Assets (Unaudited)

Senshu Ikeda Holdings, Inc. and Consolidated Subsidiaries
Six months ended September 30, 2015

	Millions of Yen										
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholder's equity	Accumulated other comprehensive income					Total net assets
						Net unrealized gain (loss) on available-for-sale securities	Net unrealized gain (loss) on deferred hedges	Remeasurements of defined benefit plans	Stock subscription rights	Non-controlling interests	
BALANCE, APRIL 1, 2015	79,811	59,197	60,155	(253)	198,910	21,101	5	6,214	69	8,485	234,788
Issuance of capital stock	23,187	23,187			46,375						46,375
Cash dividends			(5,375)		(5,375)						(5,375)
Profit attributable to owners of the parent			8,596		8,596						8,596
Acquisition of treasury stock				(25,021)	(25,021)						(25,021)
Disposition of treasury stock		(3)		116	112						112
Retirement of treasury stock		(25,020)		25,020	-						-
Net changes in items other than shareholder's equity						(9,324)	(70)	(382)	7	(156)	(9,926)
Total changes during the period	23,187	(1,836)	3,220	115	24,687	(9,324)	(70)	(382)	7	(156)	14,760
BALANCE, SEPTEMBER 30, 2015	102,999	57,361	63,375	(138)	223,598	11,777	(64)	5,831	77	8,328	249,548

Six months ended September 30, 2016

	Millions of Yen										
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholder's equity	Accumulated other comprehensive income					Total net assets
						Net unrealized gain (loss) on available-for-sale securities	Net unrealized gain (loss) on deferred hedges	Remeasurements of defined benefit plans	Stock subscription rights	Non-controlling interests	
BALANCE, APRIL 1, 2016	102,999	57,361	68,521	(2,678)	226,203	21,753	(144)	1,927	91	8,172	258,005
Increase by merger		8			8						8
Cash dividends			(2,743)		(2,743)						(2,743)
Profit attributable to owners of the parent			8,817		8,817						8,817
Acquisition of treasury stock				(0)	(0)						(0)
Disposition of treasury stock		(4)		334	329						329
Net changes in items other than shareholder's equity						3,389	(40)	(88)	(9)	(3,472)	(222)
Total changes during the period		3	6,074	333	6,412	3,389	(40)	(88)	(9)	(3,472)	6,189
BALANCE, SEPTEMBER 30, 2016	102,999	57,365	74,596	(2,344)	232,616	25,142	(185)	1,839	82	4,700	264,194

	Thousands of U.S. Dollars										
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholder's equity	Accumulated other comprehensive income					Total net assets
						Net unrealized gain (loss) on available-for-sale securities	Net unrealized gain (loss) on deferred hedges	Remeasurements of defined benefit plans	Stock subscription rights	Non-controlling interests	
BALANCE, APRIL 1, 2016	1,018,581	567,256	677,620	(26,483)	2,236,975	215,120	(1,424)	19,056	899	80,814	2,551,473
Increase by merger		79			79						79
Cash dividends			(27,126)		(27,126)						(27,126)
Profit attributable to owners of the parent			87,193		87,193						87,193
Acquisition of treasury stock				(0)	(0)						(0)
Disposition of treasury stock		(39)		3,303	3,253						3,253
Net changes in items other than shareholders' equity						33,514	(395)	(870)	(89)	(34,335)	(2,195)
Total changes during the period		29	60,067	3,293	63,409	33,514	(395)	(870)	(89)	(34,335)	61,204
BALANCE, SEPTEMBER 30, 2016	1,018,581	567,296	737,697	(23,180)	2,300,395	248,635	(1,829)	18,186	810	46,479	2,612,678

(Note 1) The amounts are presented in millions of yen and are rounded down to the nearest million.

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Consolidated Interim Statements of Cash Flows (Unaudited)

Senshu Ikeda Holdings, Inc. and Consolidated Subsidiaries
Six months ended 30th September, 2016 and 2015

	Millions of yen		Thousands of U.S. dollars
	2016	2015	2016
Cash flows from operating activities			
Income before income taxes	¥ 11,650	¥ 10,101	\$ 115,209
Depreciation	2,724	2,432	26,938
Loss on impairment of fixed assets	55	170	543
Amortization of goodwill	95	95	939
(Earnings) losses from investments under the equity method	(15)	3	(148)
Increase (decrease) in reserve for possible loan losses	(8,789)	(709)	(86,916)
Increase (decrease) in accrued bonuses	253	268	2,501
Decrease (increase) in net defined benefit asset	148	(844)	1,463
Increase (decrease) in net defined benefit liability	(60)	(1)	(593)
Increase (decrease) in accrued retirement benefits for directors and corporate auditors	(5)	–	(49)
Increase (decrease) in reserve for reimbursement of deposits	35	14	346
Increase (decrease) in reserve for point services	13	22	128
Increase (decrease) in reserve for contingent losses	(11)	(58)	(108)
Interest income	(29,101)	(31,388)	(287,786)
Interest expenses	3,262	4,049	32,258
(Gain) loss on securities	(3,288)	634	(32,515)
(Gain) loss on money held in trust	(1,672)	(304)	(16,534)
(Gain) loss on foreign exchange	29,851	(427)	295,203
(Gain) loss on sales or disposal of fixed assets, net	132	8	1,305
Net (increase) decrease in loans and bills discounted	6,137	(585)	60,690
Net increase (decrease) in deposits	17,193	(18,893)	170,025
Net increase (decrease) in negotiable certificates of deposit	(3,800)	(1,543)	(37,579)
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	78,911	(40,052)	780,369
Net (increase) decrease in due from banks (excluding due from the Bank of Japan)	308	1,941	3,045
Net (increase) decrease in trading account securities	4	(28)	39
Net (increase) decrease in call loans and bills bought	(110)	(59)	(1,087)
Net increase (decrease) in payables under securities lending transactions	43,811	(64,029)	433,257
Net (increase) decrease in foreign exchange (assets)	(1,038)	(254)	(10,265)
Net increase (decrease) in foreign exchange (liabilities)	24	(275)	237
Interest received	29,298	32,063	289,734
Interest paid	(3,441)	(4,327)	(34,028)
Other	(3,676)	(759)	(36,352)
Subtotal	168,900	(112,737)	1,670,292
Income taxes (paid) refund	1,458	(904)	14,418
Net cash provided by (used in) operating activities	¥ 170,358	¥ (113,642)	\$ 1,684,711

(Note 1) The amounts are presented in millions of yen and are rounded down to the nearest million.

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(Note 3) The amounts are presented in thousands of dollars and are rounded to the nearest thousands.

Consolidated Interim Statements of Cash Flows (Unaudited)

Senshu Ikeda Holdings, Inc. and Consolidated Subsidiaries
Six months ended 30th September, 2016 and 2015

	Millions of yen		Thousands of U.S. dollars
	2016	2015	2016
Cash flows from investing activities			
Purchases of securities	¥ (578,644)	¥ (242,422)	\$ (5,722,349)
Proceeds from sales of securities	454,628	174,236	4,495,925
Proceeds from maturity of securities	78,407	208,830	775,385
Purchases of tangible fixed assets	(769)	(681)	(7,604)
Purchases of intangible fixed assets	(731)	(430)	(7,229)
Proceeds from sales of tangible fixed assets	0	–	0
Net cash provided by (used in) investing activities	(47,108)	139,532	(465,862)
Cash flows from financing activities			
Proceeds from issuance of capital stock	–	46,375	–
Decrease in subordinated borrowings	(10,000)	–	(98,892)
Decrease in subordinated bonds and bonds with stock subscription rights	(10,000)	–	(98,892)
Cash dividends paid	(2,743)	(5,375)	(27,126)
Cash dividends paid for non-controlling shareholders	(240)	(240)	(2,373)
Purchases of treasury stock	(0)	(25,021)	(0)
Proceeds from disposition of treasury stock	329	116	3,253
Net cash provided by (used in) financing activities	(22,654)	15,853	(224,030)
Effect of exchange rate changes on cash and cash equivalents	(218)	363	(2,155)
Net increase (decrease) in cash and cash equivalents	100,377	42,107	992,652
Cash and cash equivalents at beginning of period	453,968	532,484	4,489,398
Cash and cash equivalents at end of period	¥ 554,345	¥ 574,592	\$ 5,482,051

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(Note 3) The amounts are presented in thousands of dollars and are rounded to the nearest thousands.

Non-consolidated Financial Information of The Senshu Ikeda Bank (Unaudited)

Non-consolidated Interim Balance Sheets (Unaudited)

The Senshu Ikeda Bank, Ltd.
As of 30th September, 2016

	Millions of yen		Thousands of U.S. dollars
	As of September 30, 2016	As of March 31, 2016	As of September 30, 2016
Assets			
Cash and due from banks	¥ 558,739	¥ 458,409	\$ 5,525,504
Call loans and bills bought	951	885	9,404
Monetary claims bought	111	67	1,097
Trading account securities	216	221	2,136
Money held in trust	28,664	27,000	283,465
Securities	1,085,706	1,051,825	10,736,807
Loans and bills discounted	3,751,950	3,752,067	37,103,935
Foreign exchange assets	7,490	6,451	74,070
Other assets	23,959	33,803	236,936
Tangible fixed assets	37,333	38,039	369,195
Intangible fixed assets	5,492	6,145	54,311
Prepaid pension cost	10,671	10,741	105,528
Deferred tax assets	12,550	14,053	124,109
Customers' liabilities for acceptances and guarantees	13,293	14,127	131,457
Reserve for possible loan losses	(11,339)	(16,232)	(112,134)
Reserve for possible investment losses	(3,037)	(2,310)	(30,033)
Total assets	¥ 5,522,755	¥ 5,395,297	\$ 54,615,852
Liabilities and net assets			
Liabilities			
Deposits	¥ 4,792,719	¥ 4,777,696	\$ 47,396,350
Negotiable certificates of deposit	–	3,800	–
Payables under securities lending transactions	255,320	211,509	2,524,920
Borrowed money	142,583	73,181	1,410,037
Foreign exchange liabilities	453	429	4,479
Corporate bonds and notes	45,000	55,000	445,015
Other liabilities	25,728	21,448	254,430
Provision for employees' bonuses	1,811	1,554	17,909
Accrued retirement benefits for employees	990	1,101	9,790
Accrued retirement benefits for directors and corporate auditors	29	35	286
Reserve for reimbursement of deposits	492	456	4,865
Reserve for point services	149	138	1,473
Reserve for contingent losses	331	334	3,273
Acceptances and guarantees	13,293	14,127	131,457
Total liabilities	5,278,905	5,160,814	52,204,361
Net assets			
Shareholders' equity:			
Capital stock	61,385	61,385	607,051
Capital surplus	104,185	104,185	1,030,310
Retained earnings	53,477	47,532	528,846
Total shareholders' equity	219,048	213,103	2,166,218
Net unrealized gain (loss) on available-for-sale securities	24,986	21,524	247,092
Net unrealized gain (loss) on deferred hedges	(185)	(144)	(1,829)
Total valuation and translation adjustments	24,801	21,380	245,263
Total net assets	243,850	234,483	2,411,491
Total liabilities and net assets	¥ 5,522,755	¥ 5,395,297	\$ 54,615,852

(Note 1) The amounts are presented in millions of yen and are rounded down to the nearest million.

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(Note 3) The amounts are presented in thousands of dollars and are rounded to the nearest thousands.

Non-consolidated Interim Statements of Operations (Unaudited)

The Senshu Ikeda Bank, Ltd.
Six months ended 30th September, 2016 and 2015

	Millions of yen		Thousands of U.S. dollars
	2016	2015	2016
Income			
Interest income:			
Interest on loans and bills discounted	¥ 21,246	¥ 22,737	\$ 210,106
Interest and dividends on securities	7,479	8,891	73,961
Other interest income	216	356	2,136
Fees and commissions	7,281	7,953	72,003
Other operating income	5,751	3,561	56,873
Other income	2,822	5,626	27,907
Total income	44,797	49,127	443,008
Expenses			
Interest expenses:			
Interest on deposits	1,661	2,453	16,426
Other interest expenses	1,571	1,589	15,535
Fees and commissions	4,278	4,096	42,306
Other operating expenses	1,784	7,515	17,642
General and administrative expenses	23,574	22,576	233,128
Other expenses	2,165	2,021	21,410
Total expenses	35,034	40,253	346,459
Income before income taxes	9,762	8,873	96,538
Income taxes			
Current	1,009	(93)	9,978
Deferred	7	918	69
Total income taxes	1,017	824	10,057
Net income	¥ 8,745	¥ 8,048	\$ 86,481

(Note 1) The amounts are presented in millions of yen and are rounded down to the nearest million.

(Note 2) U.S. dollar amounts are translated, for convenience only, at the rate of ¥101.12 = \$1.00, as of Sept. 30, 2016.

(Note 3) The amounts are presented in thousands of dollars and are rounded to the nearest thousands.



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