

TOMATO BANK
Financial Highlights 2016

April 1, 2015 — March 31, 2016

TOMATO BANK, LTD.

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(Note) Information presented herein has been extracted from the Original material, solely for the convenience of outside Japan.

The amounts, ratios or any other information presented herein have not been audited.

Profile

TOMATO BANK, established in Okayama in 1931 as a savings and loan association, has since grown to become a financial institution serving mainly small and medium-sized companies.

Becoming an authorized foreign exchange bank in 1978 has enabled TOMATO BANK to provide a variety of services to meet the region's international banking needs. This, together with being listed on the stock exchange since 1987, has made TOMATO BANK one of the area's leading financial institutions, a position we fully intend to maintain.

In 1989, TOMATO BANK's status was upgraded from "sogo" bank (mutual saving and loan) to ordinary commercial bank status. We marked this occasion by changing our name TOMATO BANK, LTD. to symbolize a process of renewal. Thus, we hoped to establish ourselves as a friendly bank to every customer, like a tomato.

In order to carry out our mission as a financial institution that contributes to the region's growth and development, we aim to provide the customers at our 61 branches, both businesses and individuals, with the best possible service.

Corporate Data

as of July 31, 2016

TOMATO BANK, LTD.	
Head Office	3-4, Bancho 2-chome, Kita-ku, Okayama-shi, Okayama 700-0811, Japan
Market & International Business Division	Phone : 086-800-1510 Fax : 086-221-1040 SWIFT code : TOMAJPJZ
Founded	November 9, 1931
Paid-in Capital	14,310 millions of yen
Issued and Outstanding Stock	116,790,300 shares
Stock Listing	First Section of Tokyo Securities Exchange
Branches	61
Employees	851

Subsidiaries and Affiliated Companies

as of July 31, 2016

Subsidiaries	TOMATO BUSINESS, LTD. TOMATO CARD, LTD.
Affiliated Companies	TOMATO LEASE, LTD.

Message from the President



Shogo Takagi, President

I would like to extend my deepest gratitude to all patrons of TOMATO BANK for your continued support. For your reference, the bank has prepared Financial Highlights 2016, a business report showing our financial results for the year ended March 31, 2016.

Financial and Economic Environments

In this fiscal year, despite weakness in exports and the manufacturing industry due to the effects of the economic slowdown in emerging countries, particularly that of China, the improvements in corporate earnings as well as in employment and income put the overall Japanese economy on a modest recovery track. Going forward, although there are concerns about fluctuations in the financial and capital markets,

downtrends in overseas economies, and the effects of the 2016 Kumamoto Earthquakes on Japan's economy, in view of the various policies currently being implemented, we still expect the Japanese economy to continue on a gradual recovery trend.

The economy of Okayama Prefecture, where the business infrastructure of the Group is based, is expected to continue its moderate recovery trend with solid consumer spending and the recovery of capital investments, despite concerns over the trends in overseas economies.

Regarding the financial environment, the Bank of Japan announced the "Introduction of a Negative Interest Rate Policy" on January 29, 2016, with the aim of realizing the "goal of price stabilization" by keeping the annual rate of increase of consumer goods' prices at 2%. Until this can be sustained stably, the policy of "quantitative and qualitative monetary easing with negative interest rates" will be continued.

The TOMATO Future Creation Plan Begins

Under these circumstances, in April 2015, we established "The Bank to Make Dreams Come True and Create Future of the Region" as our management vision (the ideal state of the bank in 10 years). As the first step toward realizing this vision, we have begun the Medium-Term Management Plan, the "TOMATO Future Creation Plan: the Challenge to the Evolution 2018," which spans three years from April 2015 to March 2018.

Operating Results for the Year Ended March 31, 2016 (Non-Consolidated)

Income was ¥20,745 million, an increase of 2.8% (up ¥569 million year on year) owing to factors including an increase in gain on fund management, marking an increase for the third year in a row. Ordinary income was ¥2,822 million, an increase of 4.0% (up ¥109 million year on year), denoting a rise for the seventh consecutive

year. Net income was ¥1,809 million, an increase of 11.9% (up ¥192 million year on year), representing a rise for the fourth consecutive year and setting a new record for highest net income achieved.

The amount of deposits, loans and bills, and other products have been increasing steadily, and the bank has one of the fastest growth rates among the listed local banks in Japan. Loans to institutions have also increased by 630 institutions or 7.4% year on year to 9,037 institutions, representing a faster rate of increase than planned. We believe that the major contributing factors to the current robust performance are the President's focus on the management strategy of "thoroughly catering to the needs of customers" since he took office in June 2014, as well as the sharing of various types of customer information throughout the company, using the sales support system SKYBANK which supports the management strategy.

Comprehensive Partnership Agreements Concluded with the Cities of Okayama and Kurashiki

Regarding regional revitalization, since concluding a comprehensive partnership agreement concerning our collaborative and cooperative activities with Okayama Prefecture in August 2014, we have actively supported the formulation and implementation of each municipality's overall regional strategy via the development and proposal of financial products. In March 2016, the bank also concluded comprehensive partnership agreements with Okayama City and Kurashiki City. Going forward, the bank plans to continue playing an active role in contributing to regional revitalization, by working as one with local municipalities to tackle the issues that each municipality faces.

We humbly request for the continued support of the residents in the region and of our shareholders.

July, 2016

Shogo Takagi
President

Board of Directors

as of July 31, 2016

President	Managing Director	Director	Corporate Auditor
Shogo Takagi	Sumiharu Ukida	Shinya Yokoide	Kazumasa Ozaki
Executive Vice President	Masashi Nakayama	Kazuyuki Sakate	Kazumi Yoshioka
Takashi Hosoda	Yasuto Fukui	Hiroyuki Tomita	Noboru Miyake
Senior Managing Director		Hiroshi Ogawa	Koshi Sasaki
Koji Yokobayashi		Mihoko Ueoka	

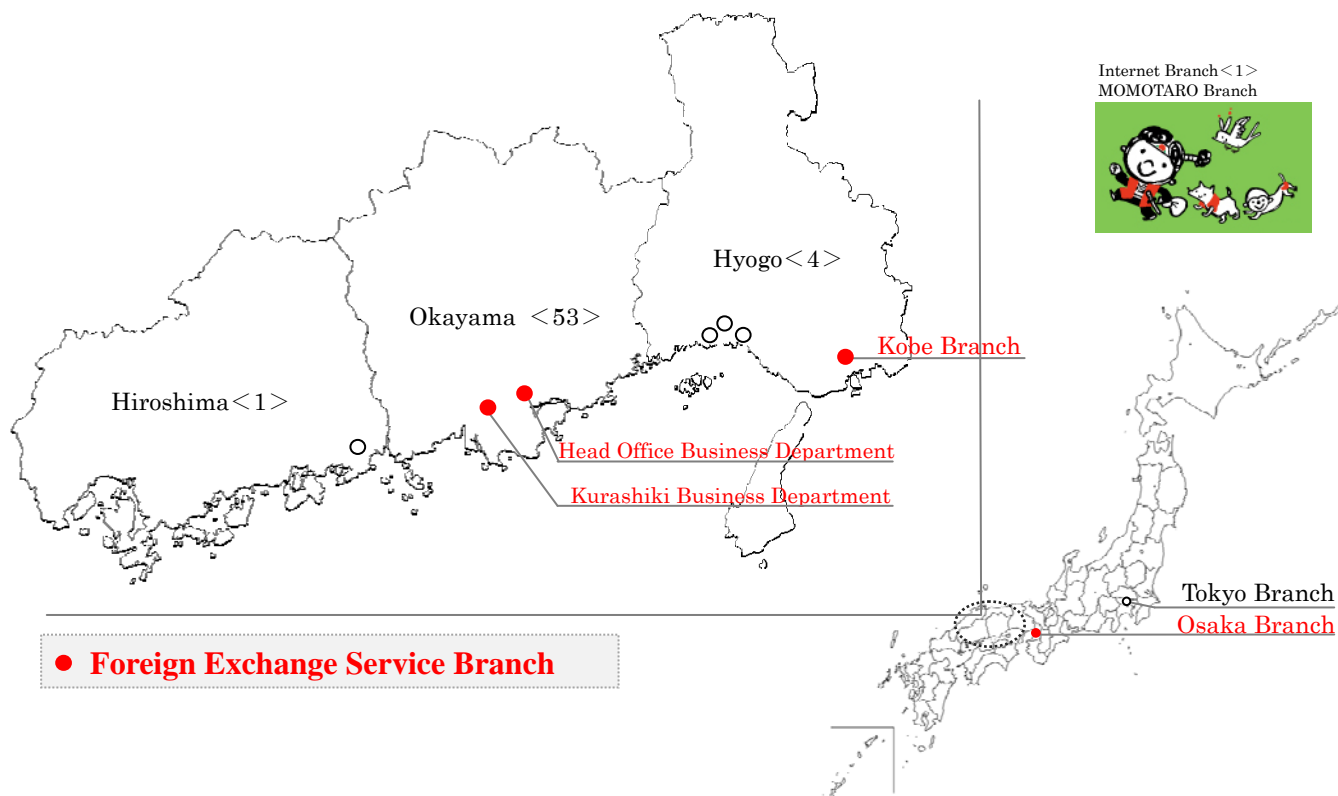
Foreign Exchange Service Branches

as of July 31, 2016

Foreign Exchange Service Branches	
Head Office Business Department	3-4, Bancho 2-chome, Kita-ku, Okayama-shi, Okayama 700-0811, Japan Phone : 086-221-1010 Fax : 086-222-6340
Kurashiki Business Department	26-5, Chuo 1-chome, Kurashiki-shi, Okayama 710-0046, Japan Phone : 086-422-6226 Fax : 086-421-5431
Kobe Branch	1-8, Motomachi-dori 5-chome, Chuo-ku, Kobe-shi, Hyogo 650-0022, Japan Phone : 078-367-2511 Fax : 078-367-2515
Osaka Branch	13th Floor Minamisenba Heart Bldg. 3-2, Minamisenba 2-chome, Chuo-ku, Osaka-shi, Osaka 542-0081, Japan Phone : 06-7711-9090 Fax : 06-7711-4040

Service Network

as of July 31, 2016



Consolidated Balance Sheets

	Millions of Yen		Thousands of U.S. Dollars
	2016	2015	2016
ASSETS:			
Cash and due from banks	78,905	43,973	700,262
Trading account securities	256	278	2,273
Securities	277,914	263,215	2,466,408
Loans and bills discounted	928,110	866,838	8,236,690
Foreign exchange	1,060	4,418	9,411
Other assets	4,714	3,882	41,837
Property, plant and equipment	13,178	12,431	116,957
Intangible assets	648	651	5,756
Net defined benefit assets	—	307	—
Deferred tax assets	1,960	853	17,399
Customers' liabilities for acceptances and guarantees	3,523	3,630	31,269
Allowance for loan losses	(7,805)	(7,142)	(69,271)
Total assets	1,302,467	1,193,339	11,558,996
LIABILITIES AND NET ASSETS:			
Liabilities:			
Deposits	1,076,553	1,025,420	9,554,081
Call money and bills sold	2,197	7,991	19,500
Payables under securities lending transactions	3,572	—	31,705
Borrowed money	153,631	95,702	1,363,428
Foreign exchange	4	2	42
Bonds payable	11,300	11,300	100,283
Other liabilities	8,252	7,741	73,237
Net defined benefit liability	1,883	524	16,711
Provision for directors' retirement benefits	212	268	1,882
Provision for reimbursement of deposits	92	142	821
Provision for contingent loss	116	159	1,033
Deferred tax liabilities for land revaluation	513	540	4,558
Acceptances and guarantees	3,523	3,630	31,269
Total liabilities	1,261,853	1,153,425	11,198,556
Net assets:			
Shareholders' equity:			
Capital stock	14,310	14,310	126,996
Capital surplus	12,491	12,491	110,859
Retained earnings	11,163	9,337	99,073
Treasury stock	(604)	(601)	(5,365)
Total shareholders' equity	37,360	35,537	331,564
Accumulated other comprehensive income:			
Valuation difference on available-for-sale securities	3,643	3,669	32,333
Deferred gains or losses on hedges	(1)	(2)	(9)
Revaluation reserve for land	671	644	5,959
Remeasurements of defined benefit plans	(1,060)	64	(9,407)
Total accumulated other comprehensive income	3,253	4,376	28,875
Total net assets	40,614	39,914	360,440
Total liabilities and net assets	1,302,467	1,193,339	11,558,996

Consolidated Statements of Income

	Millions of Yen		Thousands of U.S. Dollars
	2016	2015	2016
Income:			
Interest and dividends on:			
Loans and discounts	13,645	13,660	121,098
Securities	1,984	1,950	17,611
Other	66	59	586
Fees and commissions	3,343	3,343	29,672
Other ordinary income	760	383	6,748
Other income	1,175	1,109	10,429
Total income	20,975	20,508	186,147
Expenses:			
Interest on:			
Deposits	1,102	1,003	9,780
Borrowing	168	121	1,496
Bonds	296	296	2,635
Other	127	82	1,128
Fees and commissions	2,348	2,162	20,839
Other ordinary expenses	746	312	6,628
General and administrative expenses	11,703	11,861	103,863
Other expenses	1,634	1,909	14,508
Total expenses	18,127	17,749	160,878
Income before income taxes	2,847	2,759	25,268
Income taxes:			
Current	1,022	858	9,073
Deferred	(18)	234	(167)
Net income	1,843	1,665	16,361
Net income attributable to non-controlling interests	—	2	—
Net income attributable to owners of parent	1,843	1,662	16,361

Consolidated Statements of Comprehensive Income

	Millions of Yen		Thousands of U.S. Dollars
	2016	2015	2016
Net income	1,843	1,665	16,361
Other comprehensive income			
Valuation difference on available-for-sales securities	(26)	1,176	(231)
Deferred gains or losses on hedges	1	(1)	9
Revaluation reserve for land	27	55	239
Remeasurements of defined benefit plans	(1,124)	264	(9,978)
Share of other comprehensive income of entities accounted for using equity method	(0)	0	(3)
Comprehensive income	720	3,162	6,397
Comprehensive income attributable to:			
Owners of parent	720	3,159	6,397
Non-controlling interests	—	2	—

Consolidated Statements of Changes in Net Assets

Millions of Yen				
2016				
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	14,310	12,491	9,337	(601)
Cumulative effect of accounting changes	—	—	556	—
Restated balance	14,310	12,491	9,893	(601)
Net income attributable to owners of parent	—	—	1,843	—
Cash dividends	—	—	(573)	—
Purchases of treasury stock	—	—	—	(3)
Disposals of treasury stock	—	—	(0)	0
Reversal of revaluation reserve for land	—	—	—	—
Change in treasury stock arising from change in equity in entities accounted for using equity method	—	—	—	—
Net changes in items other than shareholders' equity	—	—	—	—
Net changes during the year	—	—	1,270	(3)
Balance at end of year	14,310	12,491	11,163	(604)

Millions of Yen						
2016						
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Non-controlling interests	Total net assets
Balance at beginning of year	3,669	(2)	644	64	—	39,914
Cumulative effect of accounting changes	—	—	—	—	—	556
Restated balance	3,669	(2)	644	64	—	40,470
Net income attributable to owners of parent	—	—	—	—	—	1,843
Cash dividends	—	—	—	—	—	(573)
Purchases of treasury stock	—	—	—	—	—	(3)
Disposals of treasury stock	—	—	—	—	—	0
Reversal of revaluation reserve for land	—	—	—	—	—	—
Change in treasury stock arising from change in equity in entities accounted for using equity method	—	—	—	—	—	—
Net changes in items other than shareholders' equity	(26)	1	27	(1,124)	—	(1,122)
Net changes during the year	(26)	1	27	(1,124)	—	144
Balance at end of year	3,643	(1)	671	(1,060)	—	40,614

Consolidated Statements of Changes in Net Assets

	Millions of Yen			
	2015			
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	14,310	12,491	8,006	(554)
Cumulative effect of accounting changes	—	—	239	—
Restated balance	14,310	12,491	8,245	(554)
Net income attributable to owners of parent	—	—	1,662	—
Cash dividends	—	—	(573)	—
Purchases of treasury stock	—	—	—	(4)
Disposals of treasury stock	—	—	(0)	0
Reversal of revaluation reserve for land	—	—	2	—
Change in treasury stock arising from change in equity in entities accounted for using equity method	—	—	—	(43)
Net changes in items other than shareholders' equity	—	—	—	—
Net changes during the year	—	—	1,091	(47)
Balance at end of year	14,310	12,491	9,337	(601)

	Millions of Yen					
	2015					
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Non-controlling interests	Total net assets
Balance at beginning of year	2,492	(0)	591	(200)	21	37,157
Cumulative effect of accounting changes	—	—	—	—	—	239
Restated balance	2,492	(0)	591	(200)	21	37,397
Net income attributable to owners of parent	—	—	—	—	—	1,662
Cash dividends	—	—	—	—	—	(573)
Purchases of treasury stock	—	—	—	—	—	(4)
Disposals of treasury stock	—	—	—	—	—	0
Reversal of revaluation reserve for land	—	—	—	—	—	2
Change in treasury stock arising from change in equity in entities accounted for using equity method	—	—	—	—	—	(43)
Net changes in items other than shareholders' equity	1,177	(1)	53	264	(21)	1,472
Net changes during the year	1,177	(1)	53	264	(21)	2,516
Balance at end of year	3,669	(2)	644	64	—	39,914

Thousands of U.S. Dollars				
2016				
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	126,996	110,859	82,865	(5,336)
Cumulative effect of accounting changes	—	—	4,935	—
Restated balance	126,996	110,859	87,801	(5,336)
Net income attributable to owners of parent	—	—	16,361	—
Cash dividends	—	—	(5,089)	—
Purchases of treasury stock	—	—	—	(30)
Disposals of treasury stock	—	—	(0)	1
Reversal of revaluation reserve for land	—	—	—	—
Change in treasury stock arising from change in equity in entities accounted for using equity method	—	—	—	—
Net changes in items other than shareholders' equity	—	—	—	—
Net changes during the year	—	—	11,272	(29)
Balance at end of year	126,996	110,859	99,073	(5,365)

Thousands of U.S. Dollars						
2016						
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Non-controlling interests	Total net assets
Balance at beginning of year	32,567	(19)	5,719	571	—	354,225
Cumulative effect of accounting changes	—	—	—	—	—	4,935
Restated balance	32,567	(19)	5,719	571	—	359,161
Net income attributable to owners of parent	—	—	—	—	—	16,361
Cash dividends	—	—	—	—	—	(5,089)
Purchases of treasury stock	—	—	—	—	—	(30)
Disposals of treasury stock	—	—	—	—	—	1
Reversal of revaluation reserve for land	—	—	—	—	—	—
Change in treasury stock arising from change in equity in entities accounted for using equity method	—	—	—	—	—	—
Net changes in items other than shareholders' equity	(234)	9	239	(9,978)	—	(9,946)
Net changes during the year	(234)	9	239	(9,978)	—	1,278
Balance at end of year	32,333	(9)	5,959	(9,407)	—	360,440

Consolidated Statements of Cash Flows

	Millions of Yen		Thousands of U.S. Dollars
	2016	2015	2016
Cash flows from operating activities			
Income (loss) before income taxes	2,847	2,759	23,693
Depreciation	664	563	5,530
Impairment loss	0	0	5
Gain on bargain purchase	—	(2)	—
Share of (profit) loss of entities accounted for using equity method	(28)	(61)	(238)
Increase (decrease) in allowance for loan losses	662	508	5,513
Increase (decrease) in net defined benefit asset	(1,270)	33	(10,570)
Increase(decrease) in net defined benefit liability	1,298	6	10,803
Increase (decrease) in provision for directors' retirement benefits	(56)	38	(473)
Increase (decrease) in provision for reimbursement of deposits	(50)	16	(416)
Increase (decrease) in provision for contingent loss	(42)	(28)	(356)
Gain on fund management	(15,695)	(15,671)	(130,614)
Financing expenses	1,694	1,503	14,103
Loss (gain) related to securities	557	49	4,635
Foreign exchange losses (gains)	1	(2)	9
Loss (gain) on disposal of non-current assets	17	16	148
Net decrease (increase) in loans and bills discounted	(61,271)	(60,761)	(509,874)
Net increase (decrease) in deposits	50,140	71,170	417,243
Net increase (decrease) in negotiable certificates of deposits	993	(22,879)	8,268
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	59,928	65,625	498,697
Net decrease (increase) in deposits (excluding deposits paid to Bank of Japan)	(943)	184	(7,847)
Net decrease (increase) in call loans	—	5,283	—
Net increase (decrease) in call money	(5,794)	6,346	(48,215)
Net increase (decrease) in payables under securities lending transactions	3,572	—	29,729
Net decrease (increase) in foreign exchanges - assets	3,358	(3,625)	27,945
Net increase (decrease) in foreign exchanges - liabilities	1	(3)	15
Proceeds from fund management	15,993	15,944	133,091
Payments for finance	(1,457)	(1,572)	(12,129)
Decrease (increase) in defined benefit plans	18	77	155
Other, net	1,275	(1,281)	10,615
Subtotal	56,416	64,238	469,469
Income taxes paid	(1,016)	(566)	(8,455)
Net cash provided by (used in) operating activities	55,400	63,672	461,013
Cash flows from investing activities			
Purchase of securities	(186,239)	(219,306)	(1,549,801)
Proceeds from sales of securities	129,543	121,872	1,078,000
Proceeds from redemption of securities	39,264	28,742	326,740
Purchase of shares of subsidiaries	—	(21)	—
Purchase of shares of subsidiaries and associates	(1)	(64)	(13)
Purchase of property, plant and equipment	(423)	(1,773)	(3,527)
Purchase of intangible assets	—	(0)	—
Proceeds from sales of property, plant and equipment	—	2	—
Proceeds from sales of intangible assets	(4)	—	(33)
Net cash provided by (used in) investing activities	(17,861)	(70,549)	(148,634)

Cash flows from financing activities			
Decrease in subordinated borrowings	(2,000)	—	(16,643)
Repayments of lease obligations	(972)	(144)	(8,089)
Cash dividends paid	(573)	(573)	(4,771)
Purchases of treasury stock	(3)	(4)	(29)
Proceeds from sales of treasury stock	0	0	1
Net cash provided by (used in) financing activities	(3,548)	(721)	(29,532)
Effect of exchange rate change on cash and cash equivalents	(1)	2	(9)
Net increase (decrease) in cash and cash equivalents	33,988	(7,596)	289,013
Cash and cash equivalents at beginning of year	41,328	48,924	343,918
Cash and cash equivalents at end of year	75,317	41,328	632,931

Non-Consolidated Balance Sheets

	Millions of Yen		Thousands of U.S. Dollars
	2016	2015	2016
ASSETS:			
Cash and due from banks	78,904	43,973	700,255
Trading account securities	256	278	2,273
Securities	277,961	263,291	2,466,822
Loans and bills discounted	928,504	867,134	8,240,185
Foreign exchange	1,060	4,418	9,411
Other assets	3,513	2,754	31,177
Property, plant and equipment	13,178	12,431	116,957
Intangible assets	648	650	5,751
Prepaid pension cost	208	228	1,850
Deferred tax assets	1,448	829	12,852
Customers' liabilities for acceptances and guarantees	3,644	3,747	32,347
Allowance for loan losses	(7,773)	(7,085)	(68,986)
Total assets	1,301,555	1,192,652	11,550,899
LIABILITIES AND NET ASSETS:			
Liabilities:			
Deposits	1,076,649	1,025,540	9,554,928
Call money	2,197	7,991	19,500
Payables under securities lending transactions	3,572	—	31,705
Borrowed money	153,581	95,652	1,362,984
Foreign exchange	4	2	42
Bonds payable	11,300	11,300	100,283
Other liabilities	7,636	7,093	67,773
Provision for retirement benefits	556	530	4,935
Provision for directors' retirement benefits	208	258	1,847
Provision for reimbursement of deposits	92	142	821
Provision for contingent loss	116	159	1,033
Deferred tax liabilities for land revaluation	513	540	4,558
Acceptances and guarantees	3,644	3,747	32,347
Total liabilities	1,260,073	1,152,959	11,182,763
Net assets:			
Shareholders' equity :			
Capital stock	14,310	14,310	126,996
Capital surplus	12,640	12,640	112,181
Retained earnings	10,697	8,907	94,937
Treasury stock	(479)	(476)	(4,255)
Total shareholders' equity	37,168	35,381	329,859
Valuation and translation adjustments:			
Valuation difference on available-for-sale securities	3,642	3,668	32,326
Deferred gains or losses on hedges	(1)	(2)	(9)
Revaluation reserve for land	671	644	5,959
Total valuation and translation adjustments	4,312	4,310	38,276
Total net assets	41,481	39,692	368,136
Total liabilities and net assets	1,301,555	1,192,652	11,550,899

Non- Consolidated Statements of Income

	Millions of Yen		Thousands of U.S. Dollars
	2016	2015	2016
Income:			
Interest and dividends on:			
Loans and discounts	13,611	13,622	120,798
Securities	1,998	1,958	17,738
Other	66	59	586
Fees and commissions	3,090	3,106	27,423
Other ordinary income:			
Gains on sales and redemptions of other securities and trading account securities	267	207	2,375
Foreign exchange gains	—	25	—
Other	564	221	5,013
Other income:			
Recoveries of written off claims	557	405	4,950
Gains on sales of equity securities	56	—	498
Other	531	573	4,720
Total income	20,745	20,180	184,105
Expenses:			
Interest on:			
Deposits	1,102	1,003	9,780
Borrowing	167	120	1,490
Bonds	296	296	2,635
Other	119	76	1,063
Fees and commissions	2,317	2,133	20,570
Other ordinary expenses:			
Losses on sales and redemptions of bonds and trading account securities	712	310	6,320
General and administrative expenses	11,572	11,660	102,706
Other expenses:			
Losses on sales and write-offs of shares	168	12	1,496
Provision for possible loan losses	1,121	1,040	9,956
Write-offs of loans	89	460	797
Losses on disposals of fixed assets	25	37	223
Losses on impairment of fixed assets	0	0	5
Other	215	346	1,915
Total expenses	17,947	17,500	159,282
Income before income taxes	2,797	2,679	24,823
Income taxes:			
Current	1,013	793	8,993
Deferred	(25)	269	(228)
Total income taxes	987	1,062	8,764
Net income	1,809	1,616	16,058

Non-Consolidated Statements of Changes in Net Assets

	Millions of Yen 2016			
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	14,310	12,640	8,907	(476)
Cumulative effect of accounting changes	—	—	556	—
Restated balance	14,310	12,640	9,463	(476)
Net income	—	—	1,809	—
Cash dividends	—	—	(575)	—
Purchases of treasury stock	—	—	—	(3)
Disposals of treasury stock	—	—	(0)	0
Reversal of revaluation reserve for land	—	—	—	—
Net changes in items other than shareholders' equity	—	—	—	—
Net changes during the year	—	—	1,234	(3)
Balance at end of year	14,310	12,640	10,697	(479)

	Millions of Yen 2016			
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total net assets
Balance at beginning of year	3,668	(2)	644	39,692
Cumulative effect of accounting changes	—	—	—	556
Restated balance	3,668	(2)	644	40,248
Net income	—	—	—	1,809
Cash dividends	—	—	—	(575)
Purchases of treasury stock	—	—	—	(3)
Disposals of treasury stock	—	—	—	0
Reversal of revaluation reserve for land	—	—	—	—
Net changes in items other than shareholders' equity	(26)	1	27	2
Net changes during the year	(26)	1	27	1,233
Balance at end of year	3,642	(1)	671	41,481

Non-Consolidated Statements of Changes in Net Assets

	Millions of Yen			
	2015			
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	14,310	12,640	7,622	(472)
Cumulative effect of accounting changes	—	—	239	—
Restated balance	14,310	12,640	7,862	(472)
Net income	—	—	1,616	—
Cash dividends	—	—	(575)	—
Purchases of treasury stock	—	—	—	(4)
Disposals of treasury stock	—	—	(0)	0
Reversal of revaluation reserve for land	—	—	2	—
Net changes in items other than shareholders' equity	—	—	—	—
Net changes during the year	—	—	1,044	(3)
Balance at end of year	14,310	12,640	8,907	(476)

	Millions of Yen			
	2015			
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total net assets
Balance at beginning of year	2,492	(0)	591	37,183
Cumulative effect of accounting changes	—	—	—	239
Restated balance	2,492	(0)	591	37,423
Net income	—	—	—	1,616
Cash dividends	—	—	—	(575)
Purchases of treasury stock	—	—	—	(4)
Disposals of treasury stock	—	—	—	0
Reversal of revaluation reserve for land	—	—	—	2
Net changes in items other than shareholders' equity	1,176	(1)	53	1,228
Net changes during the year	1,176	(1)	53	2,269
Balance at end of year	3,668	(2)	644	39,692

	Thousands of U.S. Dollars 2016			
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	126,996	112,181	79,046	(4,226)
Cumulative effect of accounting changes	—	—	4,935	—
Restated balance	126,996	112,181	83,982	(4,226)
Net income	—	—	16,058	—
Cash dividends	—	—	(5,103)	—
Purchases of treasury stock	—	—	—	(30)
Disposals of treasury stock	—	—	(0)	1
Reversal of revaluation reserve for land	—	—	—	—
Net changes in items other than shareholders' equity	—	—	—	—
Net changes during the year	—	—	10,954	(29)
Balance at end of year	126,996	112,181	94,937	(4,255)

	Thousands of U.S. Dollars 2016			
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total net assets
Balance at beginning of year	32,557	(19)	5,719	352,256
Cumulative effect of accounting changes	—	—	—	4,935
Restated balance	32,557	(19)	5,719	357,192
Net income	—	—	—	16,058
Cash dividends	—	—	—	(5,103)
Purchases of treasury stock	—	—	—	(30)
Disposals of treasury stock	—	—	—	1
Reversal of revaluation reserve for land	—	—	—	—
Net changes in items other than shareholders' equity	(231)	9	239	17
Net changes during the year	(231)	9	239	10,943
Balance at end of year	32,326	(9)	5,959	368,136