

TOMATO BANK
Financial Highlights 2017

April 1, 2016 — March 31, 2017

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 June 30, 2017

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	17,810 millions of yen
Issued and Outstanding Stock	18,679,030 shares
Stock Listing	First Section of Tokyo Securities Exchange
Branches	61
Employees	840

Subsidiaries and Affiliated Companies

as of June 30, 2017

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.

In the fiscal year under review, although the slowing tempo of emerging economies caused exports and industrial output to falter at times, the overall Japanese economy was on a modest recovery track. Going forward, despite uncertainties concerning overseas economies and other concerns, the moderate recovery of the Japanese economy is expected to continue on the back of better corporate earnings as well as improvement of both the labor market and personal incomes.

Under these circumstances, the Bank is implementing 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 fiscal year ended March 31, 2017 were as described below.

Affected by the negative interest policy, income decreased for the first time in four years to ¥19,344 million, a decrease of 6.7% (down ¥1,401 million year on year). Ordinary income was ¥2,828 million, an increase of 0.1% (up ¥5 million year on year), due to factors such as reduced expenses in relation to credit, indicating a rise for the eighth consecutive year. Net income was ¥1,881 million, an increase of 3.9% (up ¥72 million year on year), representing a rise for the fifth consecutive year and setting a record high for the Bank.

In the spirit of mutual aid upon which the Bank was founded, TOMATO BANK is endeavoring to enhance consulting functions and contribute to vitalization of the regional economy, always aspiring to be a caring bank capable of supporting customers when they need assistance.

We humbly request the residents in the region and our shareholders to extend their continued support to the Bank.

July, 2017

Shogo Takagi
President

Board of Directors

as of June 30, 2017

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

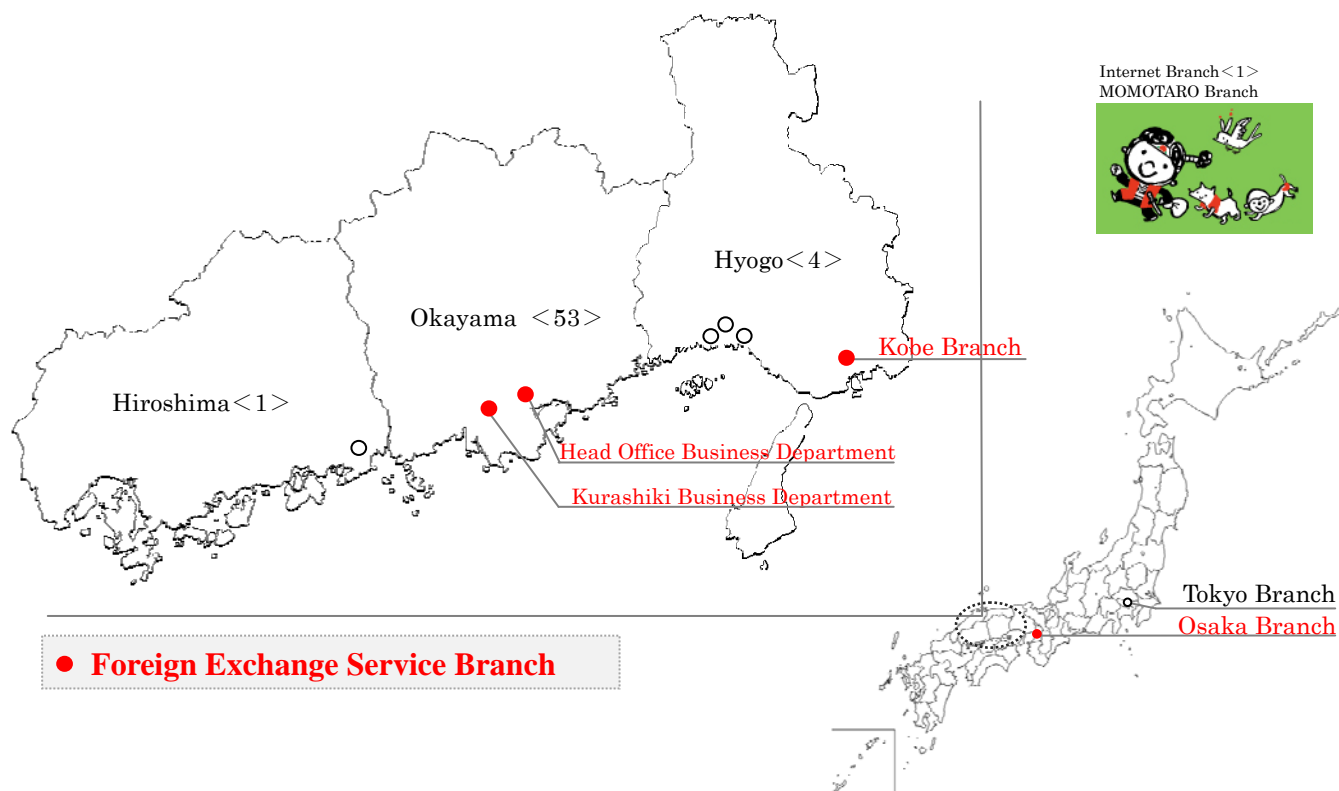
Foreign Exchange Service Branches

as of June 30, 2017

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 June 30, 2017



Consolidated Balance Sheets

	Millions of Yen		Thousands of U.S. Dollars
	2017	2016	2017
ASSETS:			
Cash and due from banks	70,483	78,905	628,250
Trading account securities	214	256	1,909
Securities	279,765	277,914	2,493,678
Loans and bills discounted	958,822	928,110	8,546,417
Foreign exchange	4,530	1,060	40,384
Other assets	5,249	4,714	46,793
Property, plant and equipment	12,978	13,178	115,682
Intangible assets	706	648	6,300
Deferred tax assets	1,549	1,960	13,807
Customers' liabilities for acceptances and guarantees	4,296	3,523	38,297
Allowance for loan losses	(5,141)	(7,805)	(45,831)
Total assets	1,333,455	1,302,467	11,885,689
LIABILITIES AND NET ASSETS:			
Liabilities:			
Deposits	1,113,976	1,076,553	9,929,374
Call money and bills sold	—	2,197	—
Payables under securities lending transactions	5,114	3,572	45,589
Borrowed money	146,120	153,631	1,302,438
Foreign exchange	1	4	10
Bonds payable	4,300	11,300	38,327
Other liabilities	8,343	8,252	74,372
Net defined benefit liability	1,564	1,883	13,942
Provision for directors' retirement benefits	246	212	2,200
Provision for reimbursement of deposits	123	92	1,099
Provision for contingent loss	103	116	920
Deferred tax liabilities for land revaluation	513	513	4,577
Acceptances and guarantees	4,296	3,523	38,297
Total liabilities	1,284,704	1,261,853	11,451,150
Net assets:			
Shareholders' equity :			
Capital stock	17,810	14,310	158,748
Capital surplus	15,991	12,491	142,541
Retained earnings	12,502	11,163	111,444
Treasury stock	(609)	(604)	(5,434)
Total shareholders' equity	45,694	37,360	407,299
Accumulated other comprehensive income:			
Valuation difference on available-for-sale securities	3,011	3,643	26,839
Deferred gains or losses on hedges	(6)	(1)	(53)
Revaluation reserve for land	671	671	5,985
Remeasurements of defined benefit plans	(620)	(1,060)	(5,532)
Total accumulated other comprehensive income	3,055	3,253	27,239
Total net assets	48,750	40,614	434,539
Total liabilities and net assets	1,333,455	1,302,467	11,885,689

Consolidated Statements of Income

	Millions of Yen		Thousands of U.S. Dollars
	2017	2016	2017
Income:			
Interest and dividends on:			
Loans and discounts	13,201	13,645	117,669
Securities	1,670	1,984	14,893
Other	56	66	502
Fees and commissions	3,265	3,343	29,103
Other ordinary income	75	760	675
Other income	1,320	1,175	11,773
Total income	19,590	20,975	174,618
Expenses:			
Interest on:			
Deposits	955	1,102	8,520
Borrowing	51	168	457
Bonds	225	296	2,009
Other	229	127	2,049
Fees and commissions	2,488	2,348	22,184
Other ordinary expenses	265	746	2,370
General and administrative expenses	11,896	11,703	106,037
Other expenses	676	1,634	6,033
Total expenses	16,790	18,127	149,664
Income before income taxes	2,799	2,847	24,954
Income taxes:			
Current	329	1,022	2,938
Deferred	557	(18)	4,965
Net income	1,912	1,843	17,049
Net income attributable to non-controlling interests	—	—	—
Net income attributable to owners of parent	1,912	1,843	17,049

Consolidated Statements of Comprehensive Income

	Millions of Yen		Thousands of U.S. Dollars
	2017	2016	2017
Net income	1,912	1,843	17,049
Other comprehensive income			
Valuation difference on available-for-sales securities	(632)	(26)	(5,637)
Deferred gains or losses on hedges	(4)	1	(43)
Revaluation reserve for land	—	27	—
Remeasurements of defined benefit plans	439	(1,124)	3,915
Share of other comprehensive income of entities accounted for using equity method	0	(0)	3
Comprehensive income	1,715	720	15,287
Comprehensive income attributable to:			
Owners of parent	1,715	720	15,287
Non-controlling interests	—	—	—

Consolidated Statements of Changes in Net Assets

	Millions of Yen			
	2017			
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	14,310	12,491	11,163	(604)
Issuance of capital stock	3,500	3,500	—	—
Net income attributable to owners of parent	—	—	1,912	—
Cash dividends	—	—	(573)	—
Purchases of treasury stock	—	—	—	(5)
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	3,500	3,500	1,339	(5)
Balance at end of year	17,810	15,991	12,502	(609)

	Millions of Yen				Total net assets
	2017				
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	
Balance at beginning of year	3,643	(1)	671	(1,060)	40,614
Issuance of capital stock	—	—	—	—	7,000
Net income attributable to owners of parent	—	—	—	—	1,912
Cash dividends	—	—	—	—	(573)
Purchases of treasury stock	—	—	—	—	(5)
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	(632)	(4)	—	439	(197)
Net changes during the year	(632)	(4)	—	439	8,136
Balance at end of year	3,011	(6)	671	(620)	48,750

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	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

Thousands of U.S. Dollars				
2017				
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	127,551	111,344	99,506	(5,389)
Issuance of capital stock	31,197	31,197	—	—
Net income attributable to owners of parent	—	—	17,049	—
Cash dividends	—	—	(5,110)	—
Purchases of treasury stock	—	—	—	(48)
Disposals of treasury stock	—	—	(1)	3
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	31,197	31,197	11,938	(45)
Balance at end of year	158,748	142,541	111,444	(5,434)

Thousands of U.S. Dollars					
2017					
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total net assets
Balance at beginning of year	32,474	(10)	5,985	(9,448)	362,014
Issuance of capital stock	—	—	—	—	62,394
Net income attributable to owners of parent	—	—	—	—	17,049
Cash dividends	—	—	—	—	(5,110)
Purchases of treasury stock	—	—	—	—	(48)
Disposals of treasury stock	—	—	—	—	2
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	(5,634)	(43)	—	3,915	(1,762)
Net changes during the year	(5,634)	(43)	—	3,915	72,524
Balance at end of year	26,839	(53)	5,985	(9,407)	434,539

Consolidated Statements of Cash Flows

	Millions of Yen		Thousands of U.S. Dollars
	2017	2016	2017
Cash flows from operating activities			
Income (loss) before income taxes	2,799	2,847	24,954
Depreciation	664	664	5,922
Impairment loss	1	0	17
Share of (profit) loss of entities accounted for using equity method	(27)	(28)	(246)
Increase (decrease) in allowance for loan losses	(2,663)	662	(23,741)
Increase (decrease) in net defined benefit asset	—	(1,270)	—
Increase(decrease) in net defined benefit liability	56	1,298	506
Increase (decrease) in provision for directors' retirement benefits	34	(56)	310
Increase (decrease) in provision for reimbursement of deposits	30	(50)	273
Increase (decrease) in provision for contingent loss	(13)	(42)	(116)
Gain on fund management	(14,928)	(15,695)	(133,065)
Financing expenses	1,462	1,694	13,037
Loss (gain) related to securities	84	557	755
Foreign exchange losses (gains)	0	1	0
Loss (gain) on disposal of non-current assets	2	17	24
Net decrease (increase) in loans and bills discounted	(30,712)	(61,271)	(273,752)
Net increase (decrease) in deposits	29,432	50,140	262,348
Net increase (decrease) in negotiable certificates of deposits	7,989	993	71,215
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	(7,010)	59,928	(62,487)
Net decrease (increase) in deposits (excluding deposits paid to Bank of Japan)	80	(943)	713
Net increase (decrease) in call money	(2,197)	(5,794)	(19,585)
Net increase (decrease) in payables under securities lending transactions	1,542	3,572	13,745
Net decrease (increase) in foreign exchanges - assets	(3,470)	3,358	(30,931)
Net increase (decrease) in foreign exchanges - liabilities	(3)	1	(31)
Proceeds from fund management	15,456	15,993	137,773
Payments for finance	(1,377)	(1,457)	(12,280)
Decrease (increase) in defined benefit plans	256	18	2,283
Other, net	324	1,275	2,896
Subtotal	(2,183)	56,416	(19,462)
Income taxes paid	(1,129)	(1,016)	(10,071)
Net cash provided by (used in) operating activities	(3,313)	55,400	(29,534)
Cash flows from investing activities			
Purchase of securities	(84,386)	(186,239)	(752,178)
Proceeds from sales of securities	36,270	129,543	323,299
Proceeds from redemption of securities	44,653	39,264	398,020
Purchase of shares of subsidiaries and associates	(1)	(1)	(14)
Purchase of property, plant and equipment	(185)	(423)	(1,652)
Purchase of intangible assets	(115)	—	(1,032)
Payments for asset retirement obligations liabilities	—	(4)	—
Net cash provided by (used in) investing activities	(3,764)	(17,861)	(33,557)

Cash flows from financing activities			
Decrease in subordinated borrowings	(500)	(2,000)	(4,456)
Redemption of subordinated bonds	(7,000)	—	(62,394)
Repayments of lease obligations	(185)	(972)	(1,651)
Proceeds from issuance of capital stock	7,000	—	62,394
Cash dividends paid	(573)	(573)	(5,110)
Purchases of treasury stock	(5)	(3)	(48)
Proceeds from sales of treasury stock	0	0	2
Net cash provided by (used in) financing activities	(1,263)	(3,548)	(11,265)
Effect of exchange rate change on cash and cash equivalents	(0)	(1)	(0)
Net increase (decrease) in cash and cash equivalents	(8,342)	33,988	(74,357)
Cash and cash equivalents at beginning of year	75,317	41,328	671,336
Cash and cash equivalents at end of year	66,975	75,317	596,979

Non-Consolidated Balance Sheets

	Millions of Yen		Thousands of U.S. Dollars
	2017	2016	2017
ASSETS:			
Cash and due from banks	70,482	78,904	628,240
Trading account securities	214	256	1,909
Securities	279,783	277,961	2,493,839
Loans and bills discounted	959,188	928,504	8,549,679
Foreign exchange	4,530	1,060	40,384
Other assets	4,041	3,513	36,024
Property, plant and equipment	12,978	13,178	115,680
Intangible assets	706	648	6,296
Prepaid pension cost	—	208	—
Deferred tax assets	1,221	1,448	10,889
Customers' liabilities for acceptances and guarantees	4,438	3,644	39,558
Allowance for loan losses	(5,109)	(7,773)	(45,545)
Total assets	1,332,475	1,301,555	11,876,956
LIABILITIES AND NET ASSETS:			
Liabilities:			
Deposits	1,114,084	1,076,649	9,930,340
Call money	—	2,197	—
Payables under securities lending transactions	5,114	3,572	45,589
Borrowed money	146,070	153,581	1,301,993
Foreign exchange	1	4	10
Bonds payable	4,300	11,300	38,327
Other liabilities	7,682	7,636	68,473
Provision for retirement benefits	658	556	5,871
Provision for directors' retirement benefits	239	208	2,135
Provision for reimbursement of deposits	123	92	1,099
Provision for contingent loss	103	116	920
Deferred tax liabilities for land revaluation	513	513	4,577
Acceptances and guarantees	4,438	3,644	39,558
Total liabilities	1,283,329	1,260,073	11,438,897
Net assets:			
Shareholders' equity :			
Capital stock	17,810	14,310	158,748
Capital surplus	16,140	12,640	143,868
Retained earnings	12,004	10,697	106,999
Treasury stock	(484)	(479)	(4,319)
Total shareholders' equity	45,470	37,168	405,296
Valuation and translation adjustments:			
Valuation difference on available-for-sale securities	3,010	3,642	26,830
Deferred gains or losses on hedges	(6)	(1)	(53)
Revaluation reserve for land	671	671	5,985
Total valuation and translation adjustments	3,675	4,312	32,762
Total net assets	49,145	41,481	438,058
Total liabilities and net assets	1,332,475	1,301,555	11,876,956

Non- Consolidated Statements of Income

	Millions of Yen		Thousands of U.S. Dollars
	2017	2016	2017
Income:			
Interest and dividends on:			
Loans and discounts	13,171	13,611	117,402
Securities	1,681	1,998	14,986
Other	56	66	502
Fees and commissions	3,006	3,090	26,8002
Other ordinary income:			
Gains on sales and redemptions of other securities and trading account securities	58	267	522
Other	84	564	750
Other income:			
Recoveries of written off claims	190	557	1,698
Gains on sales of equity securities	46	56	410
Reversal of allowance for loan losses	541	—	4,825
Other	519	531	4,626
Total income	19,355	20,745	172,527
Expenses:			
Interest on:			
Deposits	955	1,102	8,520
Borrowing	50	167	450
Bonds	225	296	2,009
Other	224	122	2,004
Fees and commissions	2,458	2,317	21,913
Other ordinary expenses:			
Losses on sales and redemptions of bonds and trading account securities	136	712	1,215
Other	128	33	1,141
General and administrative expenses	11,755	11,572	104,781
Other expenses:			
Losses on sales and write-offs of shares	51	168	454
Provision for possible loan losses	—	1,121	—
Write-offs of loans	161	89	1,442
Losses on disposals of fixed assets	20	25	181
Losses on impairment of fixed assets	1	0	17
Other	426	215	3,798
Total expenses	16,596	17,947	147,932
Income before income taxes	2,759	2,797	24,594
Income taxes:			
Current	312	1,013	2,789
Deferred	564	(25)	5,032
Total income taxes	877	987	7,821
Net income	1,881	1,809	16,773

Non-Consolidated Statements of Changes in Net Assets

Millions of Yen				
2017				
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	14,310	12,640	10,697	(479)
Issuance of capital stock	3,500	3,500	—	—
Net income	—	—	1,881	—
Cash dividends	—	—	(574)	—
Purchases of treasury stock	—	—	—	(5)
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	3,500	3,500	1,306	(5)
Balance at end of year	17,810	16,140	12,004	(484)

Millions of Yen				
2017				
	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	3,642	(1)	671	41,481
Issuance of capital stock	—	—	—	7,000
Net income	—	—	—	1,881
Cash dividends	—	—	—	(574)
Purchases of treasury stock	—	—	—	(5)
Disposals of treasury stock	—	—	—	0
Reversal of revaluation reserve for land	—	—	—	—
Net changes in items other than shareholders' equity	(632)	(4)	—	(637)
Net changes during the year	(632)	(4)	—	7,664
Balance at end of year	3,010	(6)	671	49,145

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

Thousands of U.S. Dollars				
2017				
	Capital stock	Capital surplus	Retained earnings	Treasury stock
Balance at beginning of year	127,551	112,671	95,352	(4,274)
Issuance of capital stock	31,197	31,197	—	—
Net income	—	—	16,773	—
Cash dividends	—	—	(5,124)	—
Purchases of treasury stock	—	—	—	(48)
Disposals of treasury stock	—	—	(1)	3
Reversal of revaluation reserve for land	—	—	—	—
Net changes in items other than shareholders' equity	—	—	—	—
Net changes during the year	31,197	31,197	11,647	(45)
Balance at end of year	158,748	143,868	106,999	(4,319)

Thousands of U.S. Dollars				
2017				
	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	32,467	(10)	5,985	369,743
Issuance of capital stock	—	—	—	62,394
Net income	—	—	—	16,773
Cash dividends	—	—	—	(5,124)
Purchases of treasury stock	—	—	—	(48)
Disposals of treasury stock	—	—	—	2
Reversal of revaluation reserve for land	—	—	—	—
Net changes in items other than shareholders' equity	(5,637)	(43)	—	(5,681)
Net changes during the year	(5,637)	(43)	—	68,314
Balance at end of year	26,830	(53)	5,985	438,058