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November 7, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)



Company name: THE BANK OF SAGA LTD.

Listing: Tokyo Stock Exchange, Fukuoka Stock Exchange

Securities code: 8395

URL: <https://www.sagabank.co.jp>

Representative: Hideaki Sakai

President

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Scheduled date to file semi-annual securities report: November 26, 2025

Scheduled date to commence dividend payments: December 2, 2025

Trading accounts: None

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	29,800	2.5	6,961	15.2	5,022	16.4
September 30, 2024	29,071	8.6	6,039	25.1	4,313	15.1

Note: Comprehensive income For the six months ended September 30, 2025: ¥ 7,562 million [-%]
For the six months ended September 30, 2024: ¥ (46) million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2025	297.22	295.40
September 30, 2024	255.97	253.96

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	3,203,327	123,144	3.8
March 31, 2025	3,177,787	116,374	3.6

Reference: Equity

As of September 30, 2025: ¥ 122,935 million

As of March 31, 2025: ¥ 116,119 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	40.00	-	50.00	90.00
Fiscal year ending March 31, 2026	-	50.00			
Fiscal year ending March 31, 2026 (Forecast)			-	50.00	100.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	56,000	1.3	11,500	4.5	8,000	6.7	473.29

Note: Revisions to the financial result forecast most recently announced: None

* Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2025	16,935,909 shares
As of March 31, 2025	16,935,909 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2025	33,149 shares
As of March 31, 2025	45,144 shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2025	16,896,835 shares
Six months ended September 30, 2024	16,849,887 shares

Overview of non-consolidated financial results

1. Non-consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2025	25,486	2.2	6,619	17.9	4,799	18.9
September 30, 2024	24,914	8.0	5,613	16.5	4,035	3.9

	Basic earnings per share
Six months ended	Yen
September 30, 2025	284.06
September 30, 2024	239.48

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2025	3,199,596	122,999	3.8
March 31, 2025	3,172,855	116,160	3.6

Reference: Equity

As of September 30, 2025: ¥ 122,790 million

As of March 31, 2025: ¥ 115,985 million

2. Non-consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Ordinary income		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	48,000	2.4	10,500	3.5	7,300	5.2	431.88

* Semi-annual financial results reports are exempt from interim audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Semi-annual Consolidated Financial Statements and Primary Notes
Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Cash and due from banks	270,964	272,462
Call loans	-	10,000
Monetary claims bought	2,359	2,282
Money held in trust	1,008	1,403
Securities	578,901	538,086
Loans and bills discounted	2,248,279	2,301,388
Foreign exchanges	2,356	3,941
Lease receivables and investments in leases	16,463	16,973
Other assets	11,786	13,909
Tangible fixed assets	25,384	25,412
Intangible fixed assets	2,335	2,261
Retirement benefit asset	6,513	7,062
Deferred tax assets	9,528	8,607
Customers' liabilities for acceptances and guarantees	14,045	12,403
Allowance for loan losses	(12,108)	(12,834)
Allowance for investment loss	(31)	(31)
Total assets	3,177,787	3,203,327
Liabilities		
Deposits	2,911,614	2,825,046
Negotiable certificates of deposit	54,539	159,444
Cash collateral received for securities lent	38,768	35,779
Borrowed money	6,427	5,837
Foreign exchanges	590	123
Other liabilities	31,353	37,438
Provision for bonuses	624	684
Retirement benefit liability	272	260
Provision for retirement benefits for directors (and other officers)	8	9
Provision for reimbursement of deposits	114	114
Deferred tax liabilities for land revaluation	3,051	3,041
Acceptances and guarantees	14,045	12,403
Total liabilities	3,061,412	3,080,183
Net assets		
Share capital	16,062	16,062
Capital surplus	13,327	13,327
Retained earnings	91,469	95,656
Treasury shares	(121)	(88)
Total shareholders' equity	120,737	124,956
Valuation difference on available-for-sale securities	(13,609)	(11,225)
Deferred gains or losses on hedges	728	1,177
Revaluation reserve for land	6,290	6,267
Remeasurements of defined benefit plans	2,051	1,758
Total accumulated other comprehensive income	(4,538)	(2,021)
Share acquisition rights	175	209
Total net assets	116,374	123,144
Total liabilities and net assets	3,177,787	3,203,327

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Ordinary income	29,071	29,800
Interest income	15,615	18,535
Interest on loans and discounts	10,489	13,442
Interest and dividends on securities	4,857	4,584
Fees and commissions	4,864	4,931
Other ordinary income	4,897	4,317
Other income	3,693	2,016
Ordinary expenses	23,031	22,839
Interest expenses	1,569	3,421
Interest on deposits	352	2,375
Fees and commissions payments	1,692	1,776
Other ordinary expenses	9,212	5,502
General and administrative expenses	10,112	10,305
Other expenses	444	1,833
Ordinary profit	6,039	6,961
Extraordinary income	0	33
Gain on disposal of non-current assets	0	32
Other	0	0
Extraordinary losses	111	208
Loss on disposal of non-current assets	111	154
Impairment losses	-	53
Other	0	0
Profit before income taxes	5,928	6,786
Income taxes - current	1,021	1,909
Income taxes - deferred	594	(145)
Total income taxes	1,615	1,763
Profit	4,313	5,022
Profit attributable to owners of parent	4,313	5,022

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	4,313	5,022
Other comprehensive income	(4,359)	2,540
Valuation difference on available-for-sale securities	(4,269)	2,384
Deferred gains or losses on hedges	121	448
Remeasurements of defined benefit plans, net of tax	(211)	(292)
Comprehensive income	(46)	7,562
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(46)	7,562

Semi-annual Consolidated Statement of Changes in Equity

For the six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,062	13,327	86,131	(881)	114,639
Changes during period					
Dividends of surplus			(756)		(756)
Profit attributable to owners of parent			4,313		4,313
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares			(83)	225	142
Revaluation reserve for land					
Net changes in items other than shareholders' equity					
Total changes during period	-	-	3,473	224	3,698
Balance at end of period	16,062	13,327	89,605	(656)	118,337

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	(284)	34	6,272	1,907	7,930	277	122,847
Changes during period							
Dividends of surplus							(756)
Profit attributable to owners of parent							4,313
Purchase of treasury shares							(0)
Disposal of treasury shares							142
Revaluation reserve for land							-
Net changes in items other than shareholders' equity	(4,269)	121		(211)	(4,359)	(101)	(4,461)
Total changes during period	(4,269)	121	-	(211)	(4,359)	(101)	(763)
Balance at end of period	(4,553)	156	6,272	1,695	3,570	175	122,083

For the six months ended September 30, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,062	13,327	91,469	(121)	120,737
Changes during period					
Dividends of surplus			(844)		(844)
Profit attributable to owners of parent			5,022		5,022
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares			(14)	33	19
Revaluation reserve for land			23		23
Net changes in items other than shareholders' equity					
Total changes during period	-	-	4,186	32	4,218
Balance at end of period	16,062	13,327	95,656	(88)	124,956

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	(13,609)	728	6,290	2,051	(4,538)	175	116,374
Changes during period							
Dividends of surplus							(844)
Profit attributable to owners of parent							5,022
Purchase of treasury shares							(1)
Disposal of treasury shares							19
Revaluation reserve for land							23
Net changes in items other than shareholders' equity	2,384	448	(23)	(292)	2,517	33	2,550
Total changes during period	2,384	448	(23)	(292)	2,517	33	6,769
Balance at end of period	(11,225)	1,177	6,267	1,758	(2,021)	209	123,144

Semi-annual Non-consolidated Financial Statements and Primary Notes

Semi-annual Non-consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Cash and due from banks	270,945	272,439
Call loans	-	10,000
Monetary claims bought	2,359	2,282
Money held in trust	1,008	1,403
Securities	586,323	545,504
Loans and bills discounted	2,257,441	2,312,315
Foreign exchanges	2,356	3,941
Other assets	8,225	9,964
Other	8,225	9,964
Tangible fixed assets	25,097	25,115
Intangible fixed assets	2,249	2,166
Prepaid pension costs	3,527	4,502
Deferred tax assets	9,722	8,604
Customers' liabilities for acceptances and guarantees	14,045	12,403
Allowance for loan losses	(10,449)	(11,046)
Total assets	3,172,855	3,199,596
Liabilities		
Deposits	2,917,860	2,831,629
Negotiable certificates of deposit	54,539	159,444
Cash collateral received for securities lent	38,768	35,779
Foreign exchanges	590	123
Other liabilities	27,131	33,413
Income taxes payable	1,661	1,594
Asset retirement obligations	238	239
Other	25,231	31,579
Provision for bonuses	591	646
Provision for reimbursement of deposits	114	114
Deferred tax liabilities for land revaluation	3,051	3,041
Acceptances and guarantees	14,045	12,403
Total liabilities	3,056,695	3,076,597

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Net assets		
Share capital	16,062	16,062
Capital surplus	11,374	11,374
Legal capital surplus	11,374	11,374
Retained earnings	95,259	99,223
Legal retained earnings	14,926	14,926
Other retained earnings	80,333	84,297
General reserve	70,800	75,800
Reserve for tax purpose reduction entry of non-current assets	251	251
Retained earnings brought forward	9,281	8,245
Treasury shares	(121)	(88)
Total shareholders' equity	122,575	126,571
Valuation difference on available-for-sale securities	(13,609)	(11,226)
Deferred gains or losses on hedges	728	1,177
Revaluation reserve for land	6,290	6,267
Total valuation and translation adjustments	(6,590)	(3,781)
Share acquisition rights	175	209
Total net assets	116,160	122,999
Total liabilities and net assets	3,172,855	3,199,596

Semi-annual Non-consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Ordinary income	24,914	25,486
Interest income	15,638	18,568
Interest on loans and discounts	10,512	13,474
Interest and dividends on securities	4,857	4,584
Fees and commissions	4,653	4,704
Other ordinary income	1,076	418
Other income	3,545	1,795
Ordinary expenses	19,300	18,867
Interest expenses	1,554	3,407
Interest on deposits	353	2,380
Fees and commissions payments	1,844	1,932
Other ordinary expenses	5,779	2,039
General and administrative expenses	9,715	9,867
Other expenses	406	1,621
Ordinary profit	5,613	6,619
Extraordinary income	-	32
Gain on disposal of non-current assets	-	32
Extraordinary losses	111	208
Loss on disposal of non-current assets	111	154
Impairment losses	-	53
Profit before income taxes	5,502	6,444
Income taxes - current	901	1,726
Income taxes - deferred	566	(82)
Total income taxes	1,467	1,644
Profit	4,035	4,799

Semi-annual Non-consolidated Statement of Changes in Equity

For the six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity							
	Share capital	Capital surplus		Retained earnings				
		Legal capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings			Total retained earnings
					General reserve	Reserve for tax purpose reduction entry of non-current assets	Retained earnings brought forward	
Balance at beginning of period	16,062	11,374	11,374	14,926	66,800	254	8,504	90,485
Changes during period								
Dividends of surplus							(756)	(756)
Profit							4,035	4,035
Purchase of treasury shares								
Disposal of treasury shares							(83)	(83)
Provision of general reserve					4,000		(4,000)	-
Revaluation reserve for land								
Net changes in items other than shareholders' equity								
Total changes during period	-	-	-	-	4,000	-	(804)	3,195
Balance at end of period	16,062	11,374	11,374	14,926	70,800	254	7,699	93,681

	Shareholders' equity		Valuation and translation adjustments				Share acquisition rights	Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments		
Balance at beginning of period	(881)	117,040	(285)	34	6,272	6,021	277	123,339
Changes during period								
Dividends of surplus		(756)						(756)
Profit		4,035						4,035
Purchase of treasury shares	(0)	(0)						(0)
Disposal of treasury shares	225	142						142
Provision of general reserve		-						-
Revaluation reserve for land								-
Net changes in items other than shareholders' equity			(4,269)	121		(4,148)	(101)	(4,249)
Total changes during period	224	3,420	(4,269)	121	-	(4,148)	(101)	(829)
Balance at end of period	(656)	120,460	(4,554)	156	6,272	1,873	175	122,510

For the six months ended September 30, 2025

(Millions of yen)

	Shareholders' equity							
	Share capital	Capital surplus		Retained earnings				
		Legal capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings			Total retained earnings
					General reserve	Reserve for tax purpose reduction entry of non-current assets	Retained earnings brought forward	
Balance at beginning of period	16,062	11,374	11,374	14,926	70,800	251	9,281	95,259
Changes during period								
Dividends of surplus							(844)	(844)
Profit							4,799	4,799
Purchase of treasury shares								
Disposal of treasury shares							(14)	(14)
Provision of general reserve					5,000		(5,000)	-
Revaluation reserve for land							23	23
Net changes in items other than shareholders' equity								
Total changes during period	-	-	-	-	5,000	-	(1,035)	3,964
Balance at end of period	16,062	11,374	11,374	14,926	75,800	251	8,245	99,223

	Shareholders' equity		Valuation and translation adjustments				Share acquisition rights	Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Total valuation and translation adjustments		
Balance at beginning of period	(121)	122,575	(13,609)	728	6,290	(6,590)	175	116,160
Changes during period								
Dividends of surplus		(844)						(844)
Profit		4,799						4,799
Purchase of treasury shares	(1)	(1)						(1)
Disposal of treasury shares	33	19						19
Provision of general reserve		-						-
Revaluation reserve for land		23						23
Net changes in items other than shareholders' equity			2,383	448	(23)	2,809	33	2,842
Total changes during period	32	3,996	2,383	448	(23)	2,809	33	6,838
Balance at end of period	(88)	126,571	(11,226)	1,177	6,267	(3,781)	209	122,999