


Procrea Holdings Annual Report 2024

Procrea Holdings, Inc.

Procrea Digest

March 2024 Mini-Disclosure Report
(April 1, 2023 through March 31, 2024)



 Procrea Holdings, Inc.

Hachinoe Sansha Taisai Festival
/ Hachinohe City

Procrea Holdings Annual Report 2024

Profile

The name "Procrea" embodies our mission, which is to create a new future by embracing the challenge of enhancing the potential and the possibilities of local communities as well as to move forward together with our customers in our capacity as professionals.

Procrea Holdings, Inc. was established on April 1, 2022 with the integration of the management operations of the Aomori and Michinoku banks. By combining the know-how, informational capacities, and networks that the two banks have developed over many years, we aim to actively contribute to the sustainable growth and development of our local communities by taking on challenges in new fields of banking and creating services that transcend the conventional frameworks of the financial sector.

History

May 2021: "Notice Regarding the Basic Agreement on Management Integration between the Aomori Bank, Ltd. and the Michinoku Bank, Ltd." issued.

November: "Notice Regarding the Execution of a Definitive Agreement on the Establishment of a Joint Holding Company (Share Transfer) between the Michinoku Bank, Ltd. and the Aomori Bank, Ltd." issued

January 2022: Share transfer plan is approved during an extraordinary general meeting of shareholders of the Aomori Bank and the Michinoku Bank.

April: Establishment of Procrea Holdings, Inc.

The name "Procrea" combines the Latin words for "challenge" (Provocatio) and "creation" (Creare).



●Trade Name **Procrea Holdings, Inc.** ●Established **April 1, 2022** ●Location of head office **3-1 Katta 1-chome, Aomori-shi, Aomori**
 ●Location of main head office functions **9-30 Hashimoto 1-chome, Aomori-shi, Aomori** ●Business Operations **Administration and management and all related business functions of banks and of companies that can be deemed to be their subsidiaries, as defined by the Banking Act** ●Other business functions of bank holding companies as authorized by the Banking Act ●Capital **¥20 billion** ●Operating branches **193 main and local branches** ●Fiscal year **Year ending March 31** ●Stock exchange listing **Tokyo Stock Exchange Prime Market (Securities code: 7384)**

Contents

▼Greeting.....	1	▼Sustainability Initiatives	5~6
▼Overview of Procrea Holdings	2	▼Financial Performance Highlights (2 Banks Combined) ...	7~8
▼Basic Strategy for the First Medium-term Management Plan	3	▼Consolidated Financial Statements	9~14
▼Sustainability Policy and Materiality	4	▼Procrea Holdings Overview List of Directors.....	15

Greeting

We at the Procrea Group would like to thank all of you for your continued support.

We invite you to read through this "Procrea Holdings Annual report 2024" and hope that it will help deepen your understanding of the Procrea Group.

Following the reclassification of COVID-19 as a Category V Infectious Disease in May 2023, restrictions on economic activities were lifted and the domestic economy gradually began to recover. Cultural and other events were resumed in Aomori Prefecture, including the Aomori Nebuta Festival, which took place last August for the first time in four years.

The Japanese economy experienced a number of turning points as the Nikkei Stock Average reached a record high and the Bank of Japan started to reconsider its financial policy framework.

Aomori Michinoku Bank will finally begin operations in January 2025. We are making steady progress in our efforts to optimize the operations of the entire group as we near the integration of the two banks. Initiatives include the merging of the loan specialty offices of the two banks in Hokkaido as well as in the Aomori Prefectural cities of Aomori City, Hirosaki, and Hachinohe. The two banks are also working to integrate the office space of their headquarters.

We are moving quickly to generate synergies from the merger by empowering Aomori Creation Partners to deal with business creation services and by strengthening its consulting functions.

Our Group's management philosophy stands on three pillars: "Creating the Future of Local Communities," "Continuing to Move Forward with Our Customers," and "Helping Achieve the Dreams of Everyone." Since the founding of Aomori Bank and Michinoku Bank, 145 and 102 years ago respectively, the two banks have been moving forward and growing with local communities throughout the region. This will not change even after the two banks merge and become the Aomori Michinoku Bank.

In order to create a "bright future" for our hometowns and pass this on to the next generations, we are determined to work together as a group to address important regional issues, including the revitalization the local economy and by responding to climate change.

We look forward to your continued support.



Susumu Narita

Susumu Narita, President

Overview of Procra Holdings

Management Philosophy

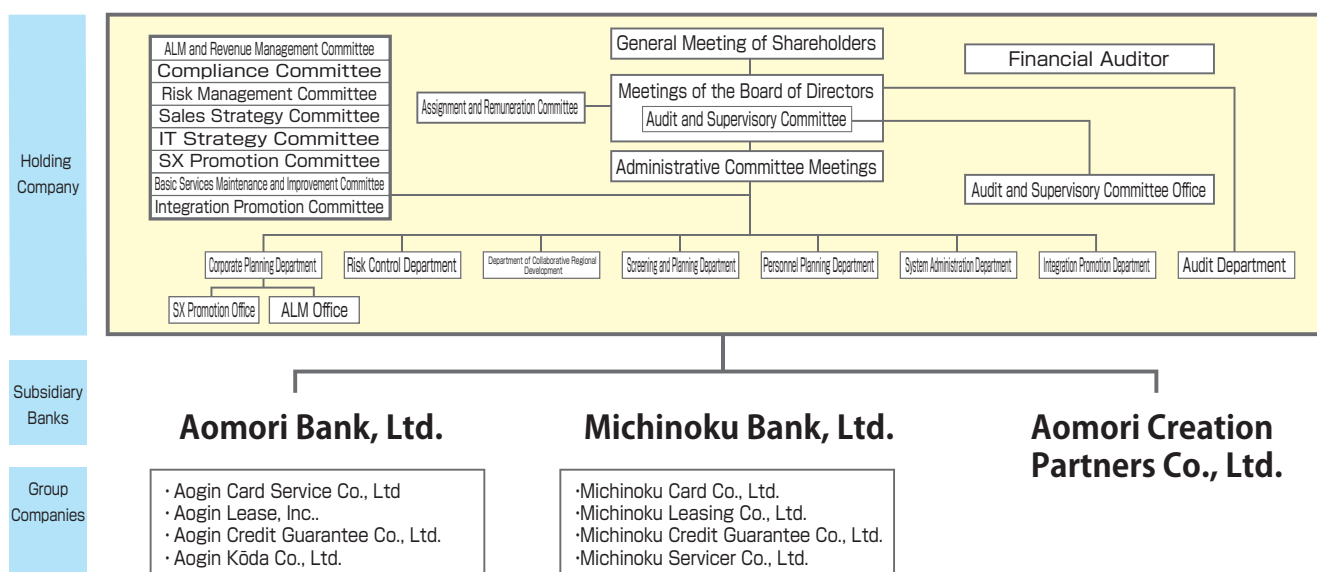
"Creating the Future of Our Local Communities"
 "Continuing to Move Forward with Our Customers"
 "Helping Achieve the Dreams of Everyone"

• Core ideas of our philosophy

- ◆ We aim to create a bright and prosperous future by maintaining organizational integrity, while proactively taking on challenges and exploring the possibilities of our local communities.
- ◆ We will continue to gain the trust of our customers and join them in moving forward toward growth and development by enhancing our expertise and pursuing services that exceed expectations.
- ◆ By respecting individual autonomy and turning this diversity into strength, we will build an organization filled with confidence and pride that will step up to all challenges and help bring the ideas of each individual to fruition.

Organization Chart

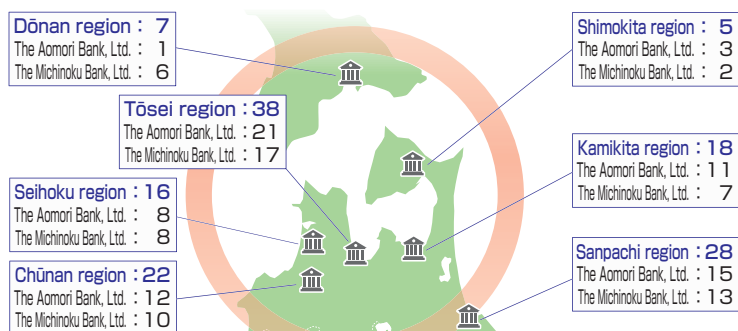
(as of December 22, 2023)



Main Locations

(as of March 31, 2024)

We have a strong presence in Aomori Prefecture and in the Dōnan (southern Hokkaido) region.



※Excluding branches within branches and loan specialty offices.

Number of Locations

(as of March 31, 2024)

Prefecture	Aomori Bank, Ltd.	Michinoku Bank, Ltd.	Total for both banks
Aomori	70	57	127
Tōsei region	21	17	38
Chūnan region	12	10	22
Sanpachi region	15	13	28
Seihoku region	8	8	16
Kamikita region	11	7	18
Shimokita region	3	2	5
Hokkaido	2	7	9
Iwate	1	2	3
Miyagi	1	1	2
Akita	2	2	4
Tokyo	1	1	2
Total	77	70	147

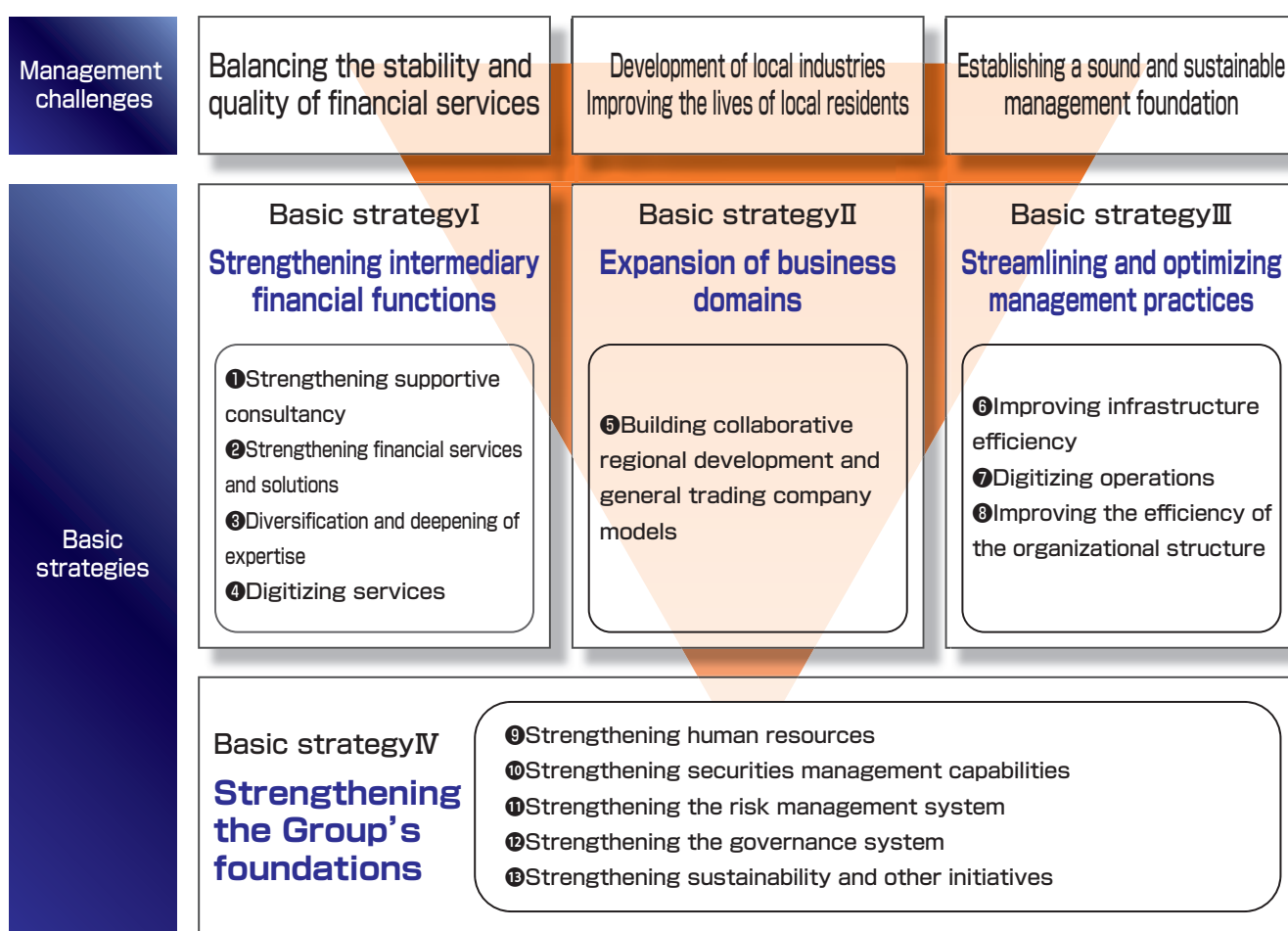
Basic Strategy for the First Medium-term Management Plan

Procrea Holdings first medium-term management plan

"Challenge and Creation"

Slogan

Achieve early synergistic results and build a solid management foundation



Sustainability Policy and Materiality

Sustainability Policy

Public concern is rising over issues related to climate change and decarbonization, healthcare and relative poverty, diversity and inclusion, as well as other sustainability issues. Our sustainability policy clarifies the positions that will guide the efforts of Procrea Holdings to bring about and sustain sustainable societies, both at home and abroad.

Procrea Holdings Sustainability Policy

A dynamic future for future generations

In order to pass on the beauty of the communities we love to future generations, we will take on the challenges of creating a vibrant future for them. We are prepared to face various challenges and explore the infinite possibilities within the region, and continue to move forward together with our customers by engaging in sustainable business activities with a focus on the environment, society, and governance.

Our Promise to Stakeholders

Nature and the Environment

Our aim is to contribute to the growth of the local economy in a way that protects the natural environment. We will engage in business activities while maintaining an awareness of climate change and our impact on the natural environment.

Regional Society

We will contribute to the development of local communities by prioritizing communication with our customers in order to maximize the value of natural and human capital and to make our communities even better places to live.

Our Customers

As a most-valued partner of our customers, we will continually respond to changes in society and seek to provide appropriate solutions that are both effective and reassuring.

Our Employees

Our aim is to create a company and an organizational culture in which each and every employee can work in good health, contribute in a diversity of roles, and thrive, each in their own way.

Shareholders and Investors

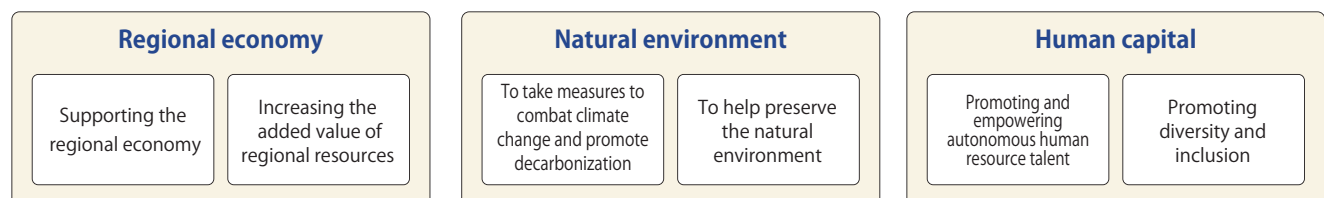
We will continue to grow hand-in-hand with our local communities and strive to be a company that appeals to and is trusted by all stakeholders.



Identifying materiality challenges

Based upon the "Procrea Holdings Sustainability Policy," we have identified important issues (materiality – aligning business strategies with ESG priorities) that must be addressed to promote the sustainable growth of our group and the region. Taking into consideration the environmental and social issues facing Aomori Prefecture, which is the foundation of our business activities, we will work to resolve materiality issues through our management strategies. We will periodically update the materiality challenges based on factors that include the external environment, the progress made under our initiatives, and the status of our business activities.

[Identified materiality challenges]



Sustainability Initiatives



Conclusion of a partnership agreement to develop Hirosaki City's tourism industry by utilizing its historical resources

In October 2023, Procrea Holdings, Aomori Bank, Michinoku Bank and Aomori Creation Partners concluded a partnership agreement with the city of Hirosaki and the Hirosaki Chamber of Commerce to develop the city's tourism industry, utilizing its historical resources. We aim to utilize the intellectual and human resources of each organization to create a system that promotes tourism and culture and a virtuous cycle for the local economy.



Cooperation in the Great Spring Cleanup

In April 2024, in support of the activities of the Aomori Prefecture headquarters of the Small Kindness Movement, we contributed to cleanup activities at several places in and around Aomori Prefecture as part of our commitment to contribute to society. In Aomori Prefecture, approximately 2,700 people, including local residents, our employees and their family members, joined the initiative to help to build a better environment as a token of appreciation to our communities.



Support for "Economics Koshien"

We helped support the national high school student finance and economics quiz championship, "Economics Koshien," an event that provides contestants with financial insights while also being fun. We offered support for both the Aomori competition (December 2023) and the national competition (February 2024). This is a part of our effort to improve the financial literacy of the young people who will lead our country in the future.





Business meetings to expand sales channels for our customers

- In December 2023, Aomori Bank and Michinoku Bank held the “Matching Business Conference for Supporting Fishing Industries in the Seikan Region.” China’s ban on imports of Japanese seafood has left some seafood companies in need of support, which include the need to secure new sales channels. We provided support to fourteen companies in their efforts to expand sales channels that would help drive their growth.
- In January, 2024, the two banks co-hosted the “Best Match: An Online Business Meeting Event ~Kyushu Region~” with the Japan Finance Corporation to expand the sales channels of SMEs that handle Aomori Prefecture products. The banks’ fifteen business partners presented their products to five retailers and other entities in the Kyushu Region.
- In January, 2024, the two banks co-hosted the “Export Business Conference for Domestic Buyers” with the Aomori Trade Information Center, the Japan External Trade Organization (JETRO), the Aomori Prefectural Federation of Societies of Commerce and Industry, and Aomori Prefecture. We invited buyers from seven Japanese trading companies that have sales channels to foreign markets to assist local food companies looking to develop overseas sales channels.



Launch of joint loan specialty offices in Hakodate and Sapporo

The Aomori and Michinoku banks have launched joint loan specialty offices in two cities in Hokkaido. These new locations and our existing joint offices in Aomori City, Hirosaki and Hachinohe will enable us serve a wider range of customers. The two banks will utilize this joint effort to further organizational integration.

[Hakodate Region] (1-3-5 Kikyo, Hakodate City)

- Loan Desk Hakodate, Aomori Bank
- Loan Square Hakodate, Michinoku Bank

[Sapporo Region] (5 F, 8-2-25, Nango Dori, Shiroishi Ku, Sapporo City)

- Loan Desk Sapporo, Aomori Bank
- Loan Square Nangō, Michinoku Bank



[Hakodate Region]

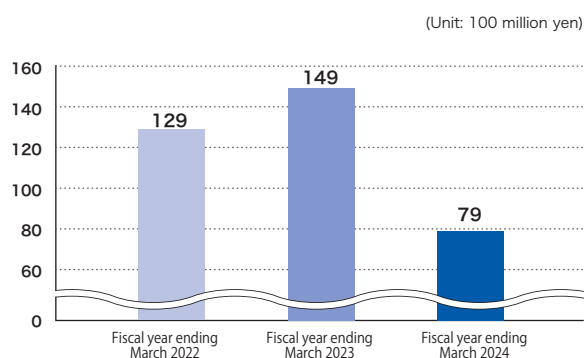


[Sapporo Region]

Financial Performance Highlights (2 Banks Combined)

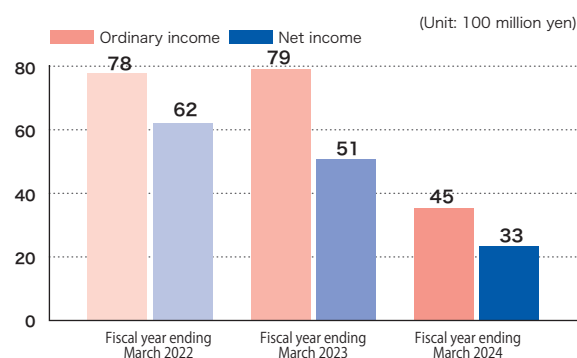
Status of core net business income

Core operating profit decreased by 7.0 billion yen year-on-year to 7.9 billion yen, mainly due to a decrease in income from funds resulting from a decline in interest and dividends on securities and a decrease in income from services.



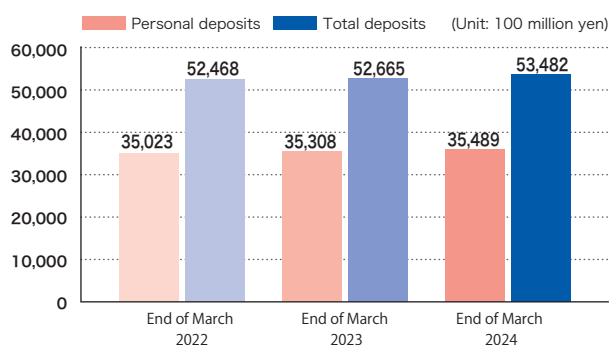
Status of ordinary income and net income

Ordinary income decreased by 3.4 billion yen year-on-year to 4.5 billion yen, due to a significant decrease in core business profit, in spite of a decrease in credit costs and an improvement in securities-related gains and losses. Net income also decreased by 1.8 billion yen year-on-year to 3.3 billion yen.



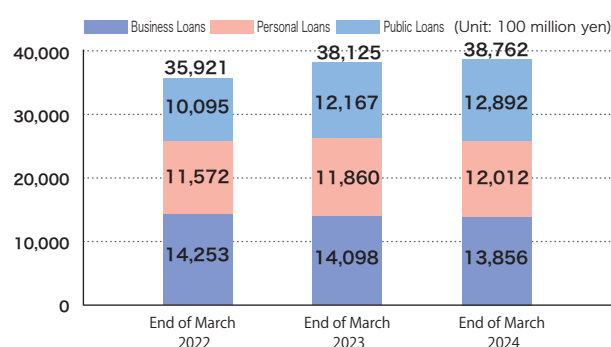
Status of deposits (including negotiable deposits)

Total deposits at the end of March 2024, including negotiable deposits, were 5.3482 trillion yen, up 81.7 billion yen from the end of the previous fiscal year. This was due to the continued strong performance of individual deposits, as well as increases in corporate and public sector deposits.



Status of loans

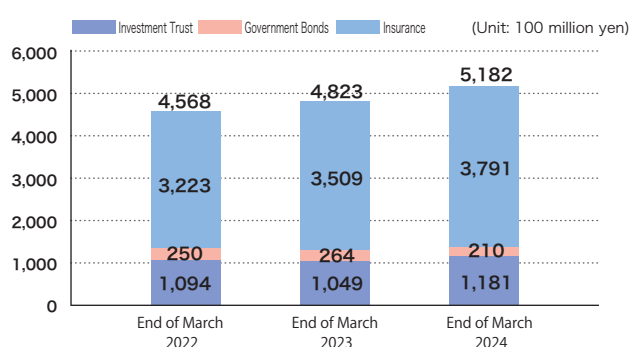
Loans at the end of March 2024 were 3.8762 trillion yen, up 63.7 billion yen from the end of the previous year. This was due to an increase in personal loans, mainly housing loans, and public loans.



The amounts are rounded down to the nearest unit.

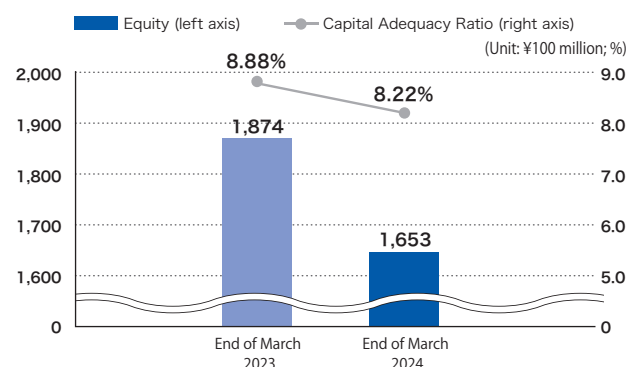
Status of Assets on Deposit

The balance of assets on deposit at the end of March 2024 totaled 518.2 billion yen, up 35.9 billion yen from the end of the previous fiscal year, due to increases in investment trusts and insurance balance.



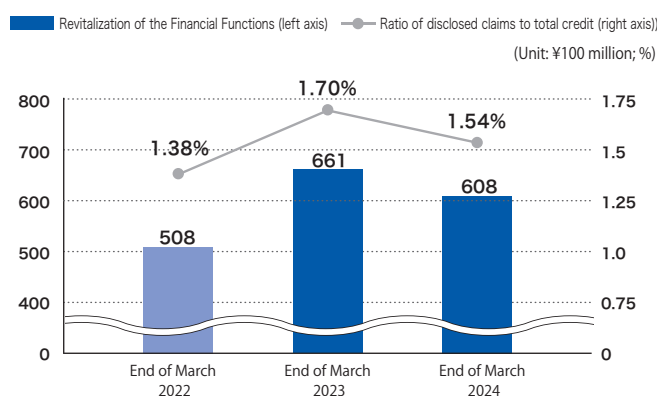
Capital Adequacy Ratio (Procrea HD consolidated)

The holding consolidated capital ratio as of March 31, 2024, was 8.22%, down 0.66% from the end of the previous fiscal year, due to a decrease in capital as a result of the repayment of public debt. We have continued to secure a level that far exceeds the domestic standard of 4%.



Financial Reconstruction Act Disclosure Claims

The claims disclosed under the Financial Reconstruction Act as of the end of March 2024 were 60.8 billion yen, a decrease of 5.3 billion yen from the end of the previous fiscal year. This was due to an increase in bankruptcy reorganization and similar claims, and despite a decrease in doubtful and substandard claims. The ratio of disclosed claims to total credit decreased by 0.16% from the end of the previous fiscal year to 1.54%.



*The amounts are rounded down to the nearest unit.

Glossary

- Core net business income The profitability obtained from the bank's core businesses such as deposits, loans and foreign exchange operations.
- Ordinary income Profit calculated by adding or subtracting securities-related gains and losses and credit expenses (such as expenses related to the disposal of nonperforming loans) to or from core net business income.
- Net income The final income obtained by adding or subtracting extraordinary income and taxes to or from ordinary income.

Consolidated Financial Statements

Consolidated Balance Sheets

Procrea Holdings,inc.

As of March 31, 2024

	Millions of Yen		Thousands of U.S. dollars
	2024	2023	2024
Assets			
Cash and due from banks	¥1,205,214	¥1,123,913	\$7,959,938
Call loans	-	35,000	-
Monetary claims bought	4,891	5,115	32,309
Money held in trust	19,765	11,985	130,544
Trading account securities	15	-	99
Investment securities	744,993	865,466	4,920,370
Loans and bills discounted	3,834,598	3,774,454	25,325,928
Foreign exchanges	3,832	8,176	25,310
Other assets	101,821	100,296	672,485
Tangible fixed assets	29,696	27,850	196,135
Intangible fixed assets	7,461	4,320	49,280
Retirement benefit assets	8,072	5,842	53,317
Deferred tax asset	10,436	10,568	68,928
Customers' liabilities for acceptances and guarantees	22,917	22,927	151,360
Reserve for possible loan losses	(20,984)	(21,228)	(138,592)
Reserve for investment loss	(203)	(235)	(1,346)
Total assets	<u>¥5,972,529</u>	<u>¥5,974,452</u>	<u>\$39,446,070</u>
Liabilities and shareholders' equity			
Liabilities			
Deposits	¥5,046,924	¥5,024,375	\$33,332,837
Negotiable certificates of deposits	284,140	223,458	1,876,632
Call money	3,903	13,438	25,781
Payables under securities lending transactions	-	2,609	-
Borrowed funds	421,043	463,349	2,780,813
Foreign exchange	35	38	234
Other liabilities	22,665	35,728	149,695
Reserve for employee bonuses	1,350	1,358	8,918
Reserve for directors' bonuses	30	25	199
Retirement benefit liabilities	130	250	862
Reserve for directors' retirement benefits	6	4	41
Reserve for stock benefits	382	346	2,526
Reserve for reimbursement of deposit	258	356	1,708
Contingent loss reserve	-	348	-
Deferred tax liabilities for revaluation	1,391	1,398	9,189
Acceptances and guarantees	22,917	22,927	151,360
Total liabilities	<u>5,805,180</u>	<u>5,790,013</u>	<u>38,340,802</u>
Net assets			
Shareholder's equity			
Common stock	20,000	20,000	132,091
Capital surplus	28,151	48,263	185,926
Total retained earnings	124,218	122,927	820,409
Treasury stock	(608)	(651)	(4,017)
Total shareholder's equity	<u>171,761</u>	<u>190,539</u>	<u>1,134,410</u>
Valuation and translation adjustments			
Net unrealized gains (losses) on securities	(8,070)	(9,148)	(53,302)
Net deferred gains (losses) on hedging instruments	240	1,039	1,589
Revaluation reserve for land	2,262	2,278	14,943
Retirement benefits adjustments	1,154	(269)	7,627
Total Valuation and translation adjustments	<u>(4,412)</u>	<u>(6,099)</u>	<u>(29,142)</u>
Total net assets	<u>167,348</u>	<u>184,439</u>	<u>1,105,267</u>
Total liabilities and net assets	<u>¥5,972,529</u>	<u>¥5,974,452</u>	<u>\$39,446,070</u>

Consolidated Income

Procrea Holdings,inc.

Years ended March 31, 2024

	Millions of Yen		Thousands of U.S. dollars
	2024	2023	2024
Income			
Interest on;			
Loans and discounts	¥34,290	¥33,699	\$226,476
Securities	6,092	9,520	40,236
Other	1,016	1,012	6,716
	41,399	44,232	273,429
Fees and commissions	15,216	17,780	100,501
Other income	20,277	70,606	133,927
Total income	76,894	132,619	507,858
Expenses			
Interest on;			
Deposits	158	160	1,047
Other	290	887	1,916
	448	1,048	2,964
Fees and commissions	14,727	13,299	97,270
General and administrative expenses	41,878	41,656	276,590
Other expenses	16,005	24,576	105,710
Loss on impairment of fixed assets	333	1,884	2,200
Total expenses	73,393	82,465	484,735
Income (Loss) before income taxes	3,501	50,153	23,122
Income taxes			
Current income taxes	1,231	1,310	8,130
Deferred income taxes	(547)	(130)	(3,613)
Total income taxes	683	1,180	4,517
Net income (Loss)	¥2,817	¥48,973	\$18,605
Net income attributable to non-controlling shareholders	¥-	¥16	\$-
Net income attributable to shareholders of parent company	¥2,817	¥48,957	18,605
	Yen		Cents
Net income (Loss) per share	¥99.18	¥1,713.65	¢ 65.50

Consolidated Statements of Changes In Net Assets

Procrea Holdings,inc.

As of March 31, 2023

Millions of yen

	Shareholder's equity				
	Common stock	Capital surplus	Total retained earnings	Treasury stock	Total
Balances as of March 31,2022	¥19,562	¥12,916	¥75,581	(¥321)	¥107,739
Changes during the accounting period					
Fluctuation due to stock transfer	437	35,371		0	35,808
Dividends from surplus			(1,716)		(1,716)
Net income attributable to shareholders of parent company			48,957		48,957
Purchase of treasury stock				(449)	(449)
Disposal of treasury stock		0		119	120
Reversal of land revaluation excess			105		105
transactions with non-controlling		(25)			(25)
Changes other than Shareholders' equity (net)					
Total changes during the accounting period	437	35,346	47,346	(330)	82,800
Balances as of March 31,2023	¥20,000	¥48,263	¥122,927	(¥651)	¥190,539

Thousands of US. dollars

	Shareholder's equity				
	Common stock	Capital surplus	Total retained earnings	Treasury stock	Total
Balances as of March 31,2022	\$146,503	\$96,730	\$566,023	(\$2,404)	\$806,853
Changes during the accounting period					
Fluctuation due to stock transfer	3,275	264,898		(4)	268,168
Dividends from surplus			(12,856)		(12,856)
Net income attributable to shareholders of parent company			366,637		366,637
Purchase of treasury stock				(3,366)	(3,366)
Disposal of treasury stock		4		896	900
Reversal of land revaluation excess			792		792
transactions with non-controlling		(190)			(190)
Changes other than Shareholders' equity (net)					
Total changes during the accounting period	3,275	264,711	354,572	(2,475)	620,085
Balances as of March 31,2023	\$149,779	\$361,442	\$920,596	(\$4,879)	\$1,426,938

Consolidated Statements of Changes In Net Assets

Procrea Holdings,inc.

As of March 31, 2023

Millions of yen

	Valuation and translation adjustments					Total net assets
	Net unrealized gains(losses) on securities	Deferred gains(losses) on hedging instruments	Revaluation reserve for land	Retirement benefit adjustments	Total accumulated other comprehensive income	
Balances as of March 31,2022	¥5,791	(¥209)	¥2,384	¥359	¥8,325	¥116,064
Changes during the accounting period						
Fluctuation due to stock transfer						35,808
Dividends from surplus						(1,716)
Net income attributable to shareholders of parent company						48,957
Purchase of treasury stock						(449)
Disposal of treasury stock						120
Reversal of land revaluation excess						105
transactions with non-controlling						(25)
Changes other than Shareholders' equity (net)	(14,940)	1,249	(105)	(628)	(14,425)	(14,425)
Total changes during the accounting period	(14,940)	1,249	(105)	(628)	(14,425)	68,374
Balances as of March 31,2023	(¥9,148)	¥1,039	¥2,278	(¥269)	(¥6,099)	¥184,439

Thousands of U.S. dollars

	Valuation and translation adjustments					Total net assets
	Net unrealized gains(losses) on securities	Deferred gains(losses) on hedging instruments	Revaluation reserve for land	Retirement benefit adjustments	Total accumulated other comprehensive income	
Balances as of March 31,2022	\$43,372	(\$1,569)	\$17,855	\$2,689	\$62,347	\$869,200
Changes during the accounting period						
Fluctuation due to stock transfer						268,168
Dividends from surplus						(12,856)
Net income attributable to shareholders of parent company						366,637
Purchase of treasury stock						(3,366)
Disposal of treasury stock						900
Reversal of land revaluation excess						792
transactions with non-controlling						(190)
Changes other than Shareholders' equity (net)	(111,886)	9,354	(792)	(4,704)	(108,028)	(108,028)
Total changes during the accounting period	(111,886)	9,354	(792)	(4,704)	(108,028)	512,056
Balances as of March 31,2023	(\$68,513)	\$7,784	\$17,063	(\$2,015)	(\$45,681)	\$1,381,257

(*) The consolidated financial statements presented herein are expressed in yen and, solely for the convenience of the reader, have been translated into United States dollars at the rate of ¥ 133.53= U.S.\$1, the prevailing rate as of March 31, 2023. This translation should not be construed as a representation that all the amounts shown could be converted into U.S. dollars.

Consolidated Statements of Changes In Net Assets

Procrea Holdings,inc.

As of March 31, 2024

	Millions of yen				
	Shareholder's equity				
	Common stock	Capital surplus	Total retained earnings	Treasury stock	Total
Balances as of March 31,2023	¥20,000	¥48,263	¥122,927	(¥651)	¥190,539
Changes during the accounting period					
Dividends from surplus			(1,541)		(1,541)
Net income attributable to shareholders of parent company			2,817		2,817
Purchase of treasury stock				(20,132)	(20,132)
Disposal of treasury stock		(0)		63	63
Cancellation of treasury stock		(20,112)		20,112	
Reversal of land revaluation excess			15		15
Changes other than Shareholders' equity (net)					
Total changes during the accounting period	-	(20,112)	1,291	43	(18,778)
Balances as of March 31,2024	¥20,000	¥28,151	¥124,218	(¥608)	¥171,761

	Thousands of US. dollars				
	Shareholder's equity				
	Common stock	Capital surplus	Total retained earnings	Treasury stock	Total
Balances as of March 31,2023	\$132,091	\$318,759	\$811,883	(\$4,302)	\$1,258,431
Changes during the accounting period					
Dividends from surplus			(10,183)		(10,183)
Net income attributable to shareholders of parent company			18,605		18,605
Purchase of treasury stock				(132,964)	(132,964)
Disposal of treasury stock		(0)		416	416
Cancellation of treasury stock		(132,832)		132,832	
Reversal of land revaluation excess			104		104
Changes other than Shareholders' equity (net)					
Total changes during the accounting period	-	(132,832)	8,526	285	(124,021)
Balances as of March 31,2024	\$132,091	\$185,926	\$820,409	(\$4,017)	\$1,134,410

Consolidated Statements of Changes In Net Assets

Procrea Holdings,inc.

As of March 31, 2024

Millions of yen

	Valuation and translation adjustments					Total net assets
	Net unrealized gains(losses) on securities	Deferred gains(losses) on hedging instruments	Revaluation reserve for land	Retirement benefit adjustments	Total accumulated other comprehensive income	
Balances as of March 31,2023	(¥9,148)	¥1,039	¥2,278	(¥269)	(¥6,099)	¥184,439
Changes during the accounting period						
Dividends from surplus						(1,541)
Net income attributable to shareholders of parent company						2,817
Purchase of treasury stock						(20,132)
Disposal of treasury stock						63
Cancellation of treasury stock						
Reversal of land revaluation excess						15
Changes other than Shareholders' equity (net)	1,078	(798)	(15)	1,424	1,687	1,687
Total changes during the accounting period	1,078	(798)	(15)	1,424	1,687	(17,090)
Balances as of March 31,2024	(¥8,070)	¥240	¥2,262	¥1,154	(¥4,412)	¥167,348

Thousands of US. dollars

	Valuation and translation adjustments					Total net assets
	Net unrealized gains(losses) on securities	Deferred gains(losses) on hedging instruments	Revaluation reserve for land	Retirement benefit adjustments	Total accumulated other comprehensive income	
Balances as of March 31,2023	(\$60,422)	\$6,865	\$15,048	(\$1,777)	(\$40,286)	\$1,218,144
Changes during the accounting period						
Dividends from surplus						(10,183)
Net income attributable to shareholders of parent company						18,605
Purchase of treasury stock						(132,964)
Disposal of treasury stock						416
Cancellation of treasury stock						
Reversal of land revaluation excess						104
Changes other than Shareholders' equity (net)	7,119	(5,275)	(104)	9,405	11,144	11,144
Total changes during the accounting period	7,119	(5,275)	(104)	9,405	11,144	(112,876)
Balances as of March 31,2024	(\$53,302)	\$1,589	\$14,943	\$7,627	(\$29,142)	\$1,105,267

(*) The consolidated financial statements presented herein are expressed in yen and, solely for the convenience of the reader, have been translated into United States dollars at the rate of ¥ 151.41= U.S.\$1, the prevailing rate as of March 31, 2024. This translation should not be construed as a representation that all the amounts shown could be converted into U.S. dollars.

Procrea Holdings Overview List of Directors^(as of June 25, 2024)

▶ President and Representative Director

Susumu Narita
Chairperson and Director, Aomori Bank

▶ Vice-president and Representative Director

Takayuki Fujisawa
President and Director, Michinoku Bank

▶ Vice-president and Representative Director

Keitaro Ishikawa
President and Director, Aomori Bank

▶ Director

Tsuyoshi Tamura
Senior Managing Executive Officer, Aomori Bank

▶ Director

Yo Mori
Senior Managing Executive Officer, Aomori Bank

▶ Director

Motomi Shiratori
Senior Managing Executive Officer, Aomori Bank

▶ Director

Shinji Suto
Senior Managing Executive Officer, Michinoku Bank

▶ Director

Hideyuki Okawa
Managing Executive Officer, Michinoku Bank

▶ Outside Director

Katsunori Mikuniya

▶ Outside Director

Kazunari Higuchi

▶ Director

(Audit & Supervisory Committee Member)
Shunsuke Kasai

▶ Outside Director

(Audit & Supervisory Committee Member)
Masashi Iwakigawa

▶ Outside Director

(Audit & Supervisory Committee Member)
Tetsutaro Wakatsuki

▶ Outside Director

(Audit & Supervisory Committee Member)
Mie Ishida



Kabushima and Black-tailed Gulls / Hachinohe City

The cover design drew inspiration
from a local festival.

Procrea Holdings Annual Report 2024

Published by the Corporate Planning Department, Procrea Holdings, Inc.

Issued September 2024 The Procrea Holdings, Inc.
9-30, Hashimoto 1-chome, Aomori 030-8668, Japan telephone : 017-777-5111

