

Japan Credit Rating Agency, Ltd. (JCR) announces the following credit rating.

FIDEA Holdings Co. Ltd. (security code: 8713)

<Affirmation>

Long-term Issuer Rating: BBB+
Outlook: Stable

THE SHONAI BANK, LTD. (security code: -)

<Affirmation>

Long-term Issuer Rating: BBB+
Outlook: Stable

The Hokuto Bank, Ltd. (security code: -)

<Affirmation>

Long-term Issuer Rating: BBB+
Outlook: Stable

Rationale

- (1) The FIDEA Group (the “Group”) is a regional financial group having THE SHONAI BANK, LTD. (“SHONAI BANK”) in Yamagata Prefecture and The Hokuto Bank, Ltd. (“Hokuto Bank”) in Akita Prefecture (the “Two Banks”) under the umbrella of holding company FIDEA Holdings Co. Ltd. (“FIDEA HD”). Its total fund volume is approximately 2.8 trillion yen. JCR deems the Group’s creditworthiness to be equivalent to the rating of BBB+ in light of such factors as decent levels of capital adequacy and loan asset quality. The Two Banks are scheduled to merge in January 2027, but JCR considers it unlikely that the merger will directly affect the Group’s creditworthiness. Progress in the realization of various synergies resulting from the merger, the balance between actual capital and risk-taking and so forth will be watched.
- (2) Earnings capacity is at a level commensurate with the rating. ROA (based on core net business income excluding gains/losses on cancellation of investment trusts) of the Two Banks combined improved in the fiscal year ended March 2026 (FY2025), reaching the lower 0.3% range. Core net business income (excluding gains/losses on cancellation of investment trusts) grew by more than 20% from the previous year thanks to the improved net interest margin, an increase in interest on deposits, etc. For FY2026, interest and dividends on securities are expected to shrink temporarily due to a decrease in securities holdings. Merger-related expenses are also likely to drag down profits. Meanwhile, the Group is stepping up its initiatives in Tokyo, including lending to corporations. Moreover, the full-scale realization of merger synergies and the buildup of securities holdings are expected to help boost profits in FY2027 and beyond. JCR will watch whether these factors will lead to the improvement of the earnings capacity.
- (3) Loan assets remain sound. Non-performing loans ratio under the Financial Reconstruction Act of the Two Banks combined as of the end of June 2026 stood in the upper 1% range, which is decent even when excluding credit facilities with low credit risk, such as loans to regional public bodies. Credit costs have long been kept low. While trends in renewable energy-related projects in which the Group has been intensively involved require attention to a certain extent, JCR assumes that credit costs can be maintained at a low level going forward, too.
- (4) Risks associated with securities investment are somewhat large but are tending to shrink. The Group has reduced the amount of interest rate risk by drastically cutting down on yen-denominated bonds in recent years. On the other hand, other securities account for a large part of the portfolio, requiring caution to price fluctuation risk associated with investment trusts. Available-for-sale securities carry unrealized losses, but these losses have been reduced steadily. The Group intends to increase securities holdings once the losses are eliminated, and JCR will keep an eye on future developments to that end.

- (5) Capital adequacy is commensurate with the rating, by and large. The Group's consolidated core capital ratio adjusted for unrealized losses on available-for-sale securities, etc. as of the end of FY2025 increased from a year before, reaching the lower 8% range. This largely owed to a change in the method of calculating credit risk assets to the Foundation Internal Ratings-Based Approach but was also helped by a reduction in unrealized losses on available-for-sale securities. The decrease in risk assets resulting from the phased implementation of the capital floor will keep driving up capital adequacy ratio going forward, too. At the same time, as the Group intends to step up risk-taking in lending and securities investment, JCR will keep an eye on the balance between actual capital and risks.

Issuer: FIDEA Holdings Co. Ltd.

FIDEA HD is the Group's holding company. Its long-term issuer rating is deemed to be at the same level as the Group's creditworthiness. Double leverage ratio remains below a certain level, though somewhat high, and, given the financial management policy, JCR assumes that the stability of cash flow balance will be maintained into the future. Therefore, JCR does not reflect the structural subordination of the holding company in the rating.

Issuer: THE SHONAI BANK, LTD.

SHONAI BANK is a regional bank headquartered in Yamagata City with a fund volume of approximately 1.3 trillion yen. It is based mainly in Yamagata Prefecture, where it has around 15% share for loans. It accounts for a considerable part of the Group's consolidated total assets and earnings and, together with Hokuto Bank, occupies a core position in the Group. With the outstanding balance of housing loans on a downtrend, it previously was facing relatively strong downward pressure on earnings as it has traditionally focused on retail banking; however, it has recently been offsetting this pressure to some extent by, for instance, increasing business loans. Given the plan to merge with Hokuto Bank, its unity with the Group as JCR evaluates has become even stronger. JCR deems SHONAI BANK's rating to be at the same level as the Group's creditworthiness.

Issuer: The Hokuto Bank, Ltd.

Hokuto Bank is a regional bank headquartered in Akita City with a fund volume of approximately 1.4 trillion yen. It is based mainly in Akita Prefecture, where it has around 25% share for loans. It accounts for a considerable part of the Group's consolidated total assets and earnings and, together with SHONAI BANK, occupies a core position in the Group. It has extensive experience and expertise in renewable energy finance, including wind power generation, which is particularly active in the prefecture, and thus a boost in future earnings can be expected. Meanwhile, due to a recent increase in unrealized losses on securities, Hokuto Bank has been pursuing more risk-controlled business operations. Given the plan to merge with SHONAI BANK, its unity with the Group as JCR evaluates has become even stronger. JCR deems Hokuto Bank's rating to be at the same level as the Group's creditworthiness.

Hidekazu Sakai, Shuntaro Takasawa

Rating

Issuer: FIDEA Holdings Co. Ltd.

<Affirmation>

Long-term Issuer Rating: BBB+ Outlook: Stable

Issuer: THE SHONAI BANK, LTD.

<Affirmation>

Long-term Issuer Rating: BBB+ Outlook: Stable

Issuer: The Hokuto Bank, Ltd.

<Affirmation>

Long-term Issuer Rating: BBB+ Outlook: Stable

Rating Assignment Date: August 19, 2026

The assumptions for the credit ratings and the definitions of the rating symbols are published as "Types of Credit Ratings and Definitions of Rating Symbols" (January 6, 2014) in Information about JCR Ratings on JCR's website (<https://www.jcr.co.jp/en/>).

Outline of the rating methodology is shown as "JCR's Rating Methodology" (October 1, 2024), "Banks" (October 1, 2021) and "Rating Methodology for Financial Groups' Holding Companies and Group Companies" (September 1, 2022) in Information about JCR Ratings on JCR's website (<https://www.jcr.co.jp/en/>).

The rating stakeholder participated in the rating process of the aforementioned credit ratings.



Japan Credit Rating Agency, Ltd.

Jiji Press Building, 5-15-8 Ginza, Chuo-ku, Tokyo 104-0061, Japan
Tel. +81 3 3544 7013, Fax. +81 3 3544 7026

Information herein has been obtained by JCR from the issuers and other sources believed to be accurate and reliable. However, because of the possibility of human or mechanical error as well as other factors, JCR makes no representation or warranty, express or implied, as to accuracy, results, adequacy, timeliness, completeness or merchantability, or fitness for any particular purpose, with respect to any such information, and is not responsible for any errors or omissions, or for results obtained from the use of such information. Under no circumstances will JCR be liable for any special, indirect, incidental or consequential damages of any kind caused by the use of any such information, including but not limited to, lost opportunity or lost money, whether in contract, tort, strict liability or otherwise, and whether such damages are foreseeable or unforeseeable. JCR's ratings and credit assessments are statements of JCR's current and comprehensive opinion regarding redemption possibility, etc. of financial obligations assumed by the issuers or financial products, and not statements of opinion regarding any risk other than credit risk, such as market liquidity risk or price fluctuation risk. JCR's ratings and credit assessments are statements of opinion, and not statements of fact as to credit risk decisions or recommendations regarding decisions to purchase, sell or hold any securities such as individual bonds or commercial paper. The ratings and credit assessments may be changed, suspended or withdrawn as a result of changes in or unavailability of information as well as other factors. JCR receives a rating fee paid by issuers for conducting rating services in principle. JCR retains all rights pertaining to this document, including JCR's rating data. Any reproduction, adaptation, alteration, etc. of this document, including such rating data, is prohibited, whether or not wholly or partly, without prior consent of JCR.

JCR is registered as a "Nationally Recognized Statistical Rating Organization" with the U.S. Securities and Exchange Commission with respect to the following four classes. (1) Financial institutions, brokers and dealers, (2) Insurance Companies, (3) Corporate Issuers, (4) Issuers of government securities, municipal securities and foreign government securities.

JCR publishes its press releases regarding the rating actions both in Japanese and in English on the same day. In case that it takes time to translate rating rationale, JCR may publicize the summary version, which will be replaced by the full translated version within three business days. (Regarding Structured Finance products, JCR only publicize the summary version in English.)



INFORMATION DISCLOSURE FORM

Japan Credit Rating Agency, Ltd.

Disclosure Required by Paragraph (a)(1)(ii) of Rule 17g-7

Issuer:	FIDEA Holdings Co. Ltd.
Issuer:	THE SHONAI BANK,LTD.
Issuer:	The Hokuto Bank,Ltd.
Rating Publication Date:	August 24, 2026

1

The Symbol, Number, or Score in the Rating Scale used to Denote Credit Rating Categories and Notches and, the Identity of the Obligor or the Identity and a Description of the Security or Money Market Instrument as Required by Paragraph (a)(1)(ii)(A) of Rule 17g-7

- Please see the news release. If the credit rating is a private rating, please see the report for private rating.

2

The version of the procedure or methodology used to determine the credit rating; as Required by Paragraph (a)(1)(ii)(B) of Rule 17g-7

- Please see the news release. If the credit rating is a private rating, please see the report for private rating.

3

The Main Assumptions and Principles used in Constructing the Procedures and Methodologies used to Determine the Credit Rating as Required by Paragraph (a)(1)(ii)(C) of Rule 17g-7

- The credit rating methodology assumes, in principle, to be applied to assess the likelihood of a given debt payment in light of its issuer's condition and business environment, etc. in the relevant future. There is certain limitation, however, in the time horizon that the rating foresees.
- The credit rating methodology assumes, in principle, that the factors posted in the below are particularly important for such likelihood to be determined, and that the rating determination is made by evaluating each of them not only quantitatively but also employing qualitative analyses.

A) Business Bases

The likelihood of a given debt payment is highly conditional to its issuer's business bases - how they can be maintained/ expanded into the future and thereby secure earnings and cash flows in adequacy and in a sustainable way.

B) Financial Grounds and Asset Quality

The likelihood of debt payment is highly dependent on the degree of the issuer's indebtedness and loss absorption capacity in terms of equity capital. Also notable is that a financial institution might see a significant loss of financial grounds as a result of changes in value of the assets under its possession.

C) Liquidity Positions

The likelihood of debt payment is highly dependent on the adequacy of the issuer's cash and other sources of repayment (liquidity positions).

D) Related Parties' Status and Stance of Support/ Assistance for the Issuer

The likelihood of debt payment is affected one way or the other by the issuer's related parties such as parent company, subsidiary, guarantor, and the government of the issuer's business domicile, etc. - by their own conditions and/ or position of support/ assistance for the issuer.

E) Order of Seniority in Debt Payment

The likelihood of debt payment can be different between given debts of the same issuer. The likelihood of debt payment for an individual debt is dependent on the issuer's discretion, and/ or its rank relative to other debts of the same issuer in the order of seniority in principal/ interest payment which is determined by design as financial product or by laws, etc.

4 The Potential Limitations of the Credit Rating as Required by Paragraph (a)(1)(ii)(D) of Rule 17g-7

- The credit rating herewith presented by JCR is its summary opinion with regard to the likelihood of given debt payment and hence not necessarily a perfect representation of such likelihood. The credit rating is not intended to estimate the probability of default or the loss on given default, either.
- The objective of the credit rating herewith presented does not include any concerns other than the likelihood of debt payment, such as risks of price changes, market liquidity, etc.
- The credit rating herewith presented is necessary to be reviewed along with possible changes of the issuer of rated objects in its business performance and/ or circumstances which include regulatory environment, and hence subject to possible alteration.

5 Information on the Uncertainty of the Credit Rating as Required by Paragraph (a)(1)(ii)(E) of Rule 17g-7

- The information used for the determination of credit rating as herewith presented is obtained by JCR from the issuer of rated objects and other sources that JCR trusts in terms of accuracy and reliability but possibly contains errors due to human, non-human or other causes. Consequently, the credit rating determined on the grounds of such information does not constitute, explicitly or implicitly, any representation or warrant of JCR on the information itself or any consequences of its use in terms of accuracy, relevance, timeliness, wholeness, market value, or usefulness for any specific purposes.

6 Use of Due Diligence Services of a Third Party in Taking the Rating Action as Required by Paragraph (a)(1)(ii)(F) of Rule 17g-7

- There is no use of any third-party due diligence service in the determination of the credit rating herewith presented.

7 Use of Servicer or Remittance Reports to Conduct Surveillance of the Credit Rating Required by Paragraph (a)(1)(ii)(G) of Rule 17g-7

- There is no use of any servicer or remittance report to conduct surveillance of the credit rating herewith presented.

8 The Types of Data Relied Upon for the Purpose of Determining the Credit Rating as Required by Paragraph (a)(1)(ii)(H) of Rule 17g-7

- The information posted in the below, which includes data, is used for the determination of the credit rating herewith presented.
- A) Audited financial statements presented by the rating stakeholders
- B) Explanations of business performance, management plans, etc. presented by the rating stakeholders

9 Overall assessment of the Quality of Information Available and Considered in Determining the Credit Rating as Required by Paragraph (a)(1)(ii)(I) of Rule 17g-7

- JCR holds its basic policies for securing the quality of information as a base of due diligence for the determination of credit ratings. The information used as a base for the determination of credit rating herewith presented satisfies such policies, which include the audit by an independent auditor, the warranty made by the issuer, the publication by the issuer, some independent media or, otherwise, JCR analyst's scrutiny, etc.
- JCR sees no particular weakness in the quality of information used for the determination of the credit rating herewith presented as compared to the information used in other cases of the credit rating for comparable issuers or ratable objects.
- If the credit rating is an Indication, please see the report for Indication.

10 Information Relating to Conflicts of Interest as Required by Paragraph (a)(1)(ii)(J) of Rule 17g-7

- JCR receives payment of compensation for the determination of the credit rating herewith presented from either one of those parties who are issuer, underwriter, depositor or sponsor.
- JCR did not receive in the last fiscal year in the past payment of compensation from the same party for any kind of JCR's service other than the determination of public or private credit rating, such as one in the ancillary business.

11 Explanation or Measure of the Potential Volatility of the Credit Rating as Required by Paragraph (a)(1)(ii)(K) of Rule 17g-7

A) Business Bases

The credit rating is subject to alteration if there is improvement or deterioration of the issuer's business bases, since its revenue, etc. may improve or deteriorate by the change in its business management policies, clients' preferences, competitive situation, or a technological innovation. The resultant alteration of the credit rating is usually by a notch, with possibility of a few notches if and when the change in the business bases is large.

B) Financial Grounds and Asset Quality

The credit rating is subject to alteration if the issuer increases/ decreases its debt/ capital or vice versa and thereby makes its individual debt payment liability less or more bearable and its loss absorption capacity into the future decreased or increased. Also, the changes in the quality of asset under the issuer's holding may affect the credit rating, since such changes could raise or lower the likelihood of future loss of the issuer's financial grounds. The resultant alteration of the credit rating is usually by a

notch, with possibility of a few notches if and when the change in the financial grounds and/ or asset quality is large.

C) Liquidity Positions

The credit rating is subject to alteration if there is a change in the issuer's financial management policy or in the relations with fund procurement sources and the change thereby makes its liquidity positions improve or deteriorate. The resultant alteration of the credit rating is usually by a notch, with possibility of a few notches if and when the change is large.

D) Related Parties' Status and Stance of Support/ Assistance for the Issuer

The credit rating is subject to alteration if there is a change in the issuer's parent company or subsidiary, guarantor or other provider of credit enhancement, or the government of the issuer's business domicile, or other related parties' own conditions and/ or position of support/ assistance for the issuer, and the change thereby makes its business bases, financial grounds and/ or liquidity positions improve or deteriorate, and/ or making the effectiveness of guarantee and other credit enhancement improve or deteriorate. The resultant alteration of the credit rating is usually a notch, with possibility of a few notches if and when the change is large.

E) Rise and Fall in General Economy and Markets

The credit rating is subject to alteration if there is a rise/ fall in the general economy and/ or the markets inducing the issuer's revenues/ expenses to increase/ decrease and vice versa, etc. The resultant alteration of the credit rating is usually by a notch, with possibility of a few notches if and when the change is exceptionally large.

F) Various Events

The credit rating is subject to alteration on occurrence of various events, such as change in the issuer's major shareholders, M&A and other organizational change, accident, violation of the law, litigation, legal/ regulatory change, natural disaster, etc., which are unforeseeable at the time when the credit rating is determined, causing a significant change on the issuer's business bases, financial grounds, etc. The resultant alteration of the credit rating could be by a notch but more often than not as much as a few notches.

12

Information on the Content of the Credit Rating, Including the Historical Performance of the Credit Rating and the Expected Probability of Default and the Expected Loss in the Event of Default as Required by Paragraph (a)(1)(ii)(L) of Rule 17g-7

- Historical records of the credit rating herewith presented are posted in the end of this paper.
- The credit rating herewith presented by JCR is its summary opinion with regard to the likelihood of given debt payment and hence not necessarily a perfect representation of such likelihood. The credit rating is not intended to estimate the probability of default or the loss on given default, either.
- Facts of the probability of default are posted as Form NRSRO Exhibit 1 on the JCR website under the URL:

<https://www.jcr.co.jp/en/service/company/regu/nrsro/>

13

Information on the Sensitivity of the Credit Rating to Assumptions Made as Required by Paragraph (a)(1)(ii)(M) of Rule 17g-7

A) Business Bases

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's business bases and powers of earning or cash flow generation, etc. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but possibly as much as a few notches if the development is rapid in improvement or deterioration of the issuer's business bases on some drastic change in the operational environments, etc.

B) Financial Grounds and Asset Quality

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's financial grounds and asset quality. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but

possibly as much as a few notches if the development is rapid in improvement or deterioration of the issuer's financial grounds and/ or asset quality on some drastic change in its business bases.

C) Liquidity Risks

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's liquidity positions. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but possibly as much as a few notches if the development is rapid in improvement or deterioration of the issuer's liquidity positions on some drastic change in its financial management policy or relations with fund procurement sources, etc.

D) Related Parties' Status and Stance of Support/ Assistance for the Issuer

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the issuer's parent company or subsidiaries, guarantor or other providers of credit enhancement, the government of the issuer's business domicile or other related parties' status and stance of support/ assistance for the issuer. The resultant change of the credit rating is most likely by a notch, as JCR speculates, but possibly as much as a few notches if there is a major change on the part of related parties, such as replacement, disappearance, some drastic improvement/ deterioration of financial grounds/ balances, etc.

E) Order of Seniority in Debt Payment and Non-Payment Forgiven by Contract

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the order of seniority in repayment of interests and principal. JCR assumes the resultant change of the credit rating is most likely by a notch. The change could be as much as a few notches if the issuer's financial structure differs so much and thereby the balance between debts shifted so greatly. Rating change is also possible in case of the financial products for which non-payment of interest/ principal is contractually permissible, if and when the assumptions made at the time of its determination turns out to be inaccurate. The change of the credit rating is assumed to be by a notch but often as much as a few notches.

F) Rise and Fall in General Economy and Markets

The credit rating herewith presented could be changed if and when the assumptions made at the time of its determination turn out to be inaccurate with regard to the prospects of general economy and markets. JCR expects the change should be most likely by a notch but could be as much as a few notches, should the economy or the markets change so greatly.

14

Information on the Representations, Warranties, and Enforcement Mechanisms of an Asset-backed Security as Required by Paragraph (a)(1)(ii)(N) of rule 17g-7

- The credit rating herewith presented is not for an ABS product, and hence no relevant issue.

Japan Credit Rating Agency, Ltd.

Jiji Press Building, 5-15-8 Ginza, Chuo-ku, Tokyo 104-0061, Japan
Tel. +81 3 3544 7013, Fax. +81 3 3544 7026

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	November 12, 2009	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	December 21, 2010	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	February 9, 2012	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	February 20, 2013	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	April 1, 2014	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	March 24, 2015	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	April 5, 2016	BBB+	Positive
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	July 4, 2017	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	September 6, 2018	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	September 3, 2019	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	September 8, 2020	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	September 10, 2021	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	August 29, 2022	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	September 4, 2023	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	August 27, 2024	BBB+	Stable
FIDEA Holdings Co. Ltd.	Issuer(Long-term)	August 25, 2025	BBB+	Stable

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
THE SHONAI BANK, LTD.	Issuer(Long-term)	September 1, 2000	A	
THE SHONAI BANK, LTD.	Issuer(Long-term)	September 7, 2001	A	
THE SHONAI BANK, LTD.	Issuer(Long-term)	November 18, 2002	A	
THE SHONAI BANK, LTD.	Issuer(Long-term)	December 8, 2003	A	
THE SHONAI BANK, LTD.	Issuer(Long-term)	November 30, 2004	A	
THE SHONAI BANK, LTD.	Issuer(Long-term)	November 15, 2005	A	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	November 1, 2006	A	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	November 28, 2007	A	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	May 14, 2008	A	Negative
THE SHONAI BANK, LTD.	Issuer(Long-term)	December 26, 2008	A	Negative
THE SHONAI BANK, LTD.	Issuer(Long-term)	April 30, 2009	A-	Negative
THE SHONAI BANK, LTD.	Issuer(Long-term)	November 12, 2009	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	December 21, 2010	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	February 9, 2012	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	February 20, 2013	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	April 1, 2014	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	March 24, 2015	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	April 5, 2016	BBB+	Positive
THE SHONAI BANK, LTD.	Issuer(Long-term)	July 4, 2017	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	September 6, 2018	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	September 3, 2019	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	September 8, 2020	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	September 10, 2021	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	August 29, 2022	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	September 4, 2023	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	August 27, 2024	BBB+	Stable
THE SHONAI BANK, LTD.	Issuer(Long-term)	August 25, 2025	BBB+	Stable

The Historical Performance of the Credit Rating

Issuer Name	Issue Name	Publication Date	Rating	Outlook/Direction
The Hokuto Bank, Ltd.	Issuer(Long-term)	June 16, 2005	BBB	
The Hokuto Bank, Ltd.	Issuer(Long-term)	October 6, 2006	BBB	Negative
The Hokuto Bank, Ltd.	Issuer(Long-term)	October 19, 2007	BBB	Negative
The Hokuto Bank, Ltd.	Issuer(Long-term)	May 14, 2008	#BBB	Developing
The Hokuto Bank, Ltd.	Issuer(Long-term)	September 26, 2008	BBB	Positive
The Hokuto Bank, Ltd.	Issuer(Long-term)	November 12, 2009	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	December 21, 2010	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	February 9, 2012	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	February 20, 2013	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	April 1, 2014	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	March 24, 2015	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	April 5, 2016	BBB	Positive
The Hokuto Bank, Ltd.	Issuer(Long-term)	July 4, 2017	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	September 6, 2018	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	September 3, 2019	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	September 8, 2020	BBB	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	September 10, 2021	BBB+	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	August 29, 2022	BBB+	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	September 4, 2023	BBB+	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	August 27, 2024	BBB+	Stable
The Hokuto Bank, Ltd.	Issuer(Long-term)	August 25, 2025	BBB+	Stable

Attestation Required by Paragraph (a)(1)(iii) of Rule 17g-7

I, Tomohiro Miyao, have responsibility to this Rating Action and to the best of my knowledge:

- A) No part of the credit rating was influenced by any other business activities.
- B) The credit rating was based solely upon the merits of the obligor, security, or money market instrument being rated.
- C) The credit rating was an independent evaluation of the credit risk of the obligor, security, or money market instrument.

宮尾 知浩

Tomohiro Miyao

General Manager of Financial Institution Rating Department

Japan Credit Rating Agency, Ltd.

Jiji Press Building, 5-15-8 Ginza, Chuo-ku, Tokyo 104-0061, Japan
Tel. +81 3 3544 7013, Fax. +81 3 3544 7026