

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

THE TONO SHINKIN BANK (security code: -)

<Affirmation>

Long-term Issuer Rating: A-
Outlook: Stable

Rationale

THE TONO SHINKIN BANK (the "Bank") is a shinkin bank headquartered in Tajimi City, Gifu Prefecture, with a fund volume of 1.2 trillion yen. It maintains relatively high market shares for both deposits and loans in the Tono region, its main operating area. Factors reflected in the long-term issuer rating include the solid business base in the local market and high capital adequacy, among others. Although valuation losses on other securities available for sale are expanding, they have been absorbed by the sufficient amount of equity capital and financial soundness is being maintained. On the other hand, on the back of sluggish fund demand in the local market, intensified competition and others, the balance of loan is decreasing. JCR will pay attention to the trend in core net business income through improving the profit margin.

*This rationale is a summary version. JCR will replace it with a full text version within three business days.

Akira Minamisawa, Seito Achiha

Rating

Issuer: THE TONO SHINKIN BANK

<Affirmation>

Long-term Issuer Rating: A- Outlook: Stable

Rating Assignment Date: June 2, 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) and "Banks" (October 1, 2021) 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

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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.)