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November 6, 2026

Consolidated Financial Results for the Six Months Ended September 30, 2026 (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
Inquiries: Yasutaka Chiwata General Manager of General Planning Department
Telephone: +81-952-25-4555

Scheduled date to file semi-annual securities report: November 25, 2026
Scheduled date to commence dividend payments: December 2, 2026
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, 2026 (from April 1, 2026 to September 30, 2026)

(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, 2026	37,806	26.8	8,311	19.3	5,882	17.1
September 30, 2025	29,800	2.5	6,961	15.2	5,022	16.4

Note: Comprehensive income For the six months ended September 30, 2026: ¥ 6,842 million [(9.5) %]
For the six months ended September 30, 2025: ¥ 7,562 million [-%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	348.14	—
September 30, 2025	297.22	295.40

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	3,228,393	131,549	4.0
March 31, 2026	3,219,066	126,498	3.9

Reference: Equity
As of September 30, 2026: ¥ 131,549 million
As of March 31, 2026: ¥ 126,289 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, 2026	-	50.00	-	60.00	110.00
Fiscal year ending March 31, 2027	-	65.00			
Fiscal year ending March 31, 2027 (Forecast)			-	55.00	120.00

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

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(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	66,000	(8.1)	14,700	19.4	9,300	8.3	552.24

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, 2026	16,935,909 shares
As of March 31, 2026	16,935,909 shares

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

As of September 30, 2026	95,433 shares
As of March 31, 2026	34,039 shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2026	16,896,741 shares
Six months ended September 30, 2025	16,896,835 shares

Overview of non-consolidated financial results

1. Non-consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(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, 2026	33,334	30.7	7,999	20.8	5,678	18.3
September 30, 2025	25,486	2.2	6,619	17.9	4,799	18.9

	Basic earnings per share
Six months ended	Yen
September 30, 2026	336.05
September 30, 2025	284.06

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	3,224,510	129,354	4.0
March 31, 2026	3,214,200	124,121	3.8

Reference: Equity

As of September 30, 2026: ¥ 129,354 million

As of March 31, 2026: ¥ 123,912 million

2. Non-consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(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	57,000	(9.6)	13,700	19.5	8,700	8.6	516.61

* 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, 2026	As of September 30, 2026
Assets		
Cash and due from banks	278,282	197,084
Monetary claims bought	2,330	2,399
Money held in trust	1,867	2,996
Securities	496,538	478,967
Loans and bills discounted	2,356,922	2,459,051
Foreign exchanges	2,845	1,421
Lease receivables and investments in leases	17,343	18,211
Other assets	14,893	16,542
Tangible fixed assets	27,906	28,915
Intangible fixed assets	2,633	2,731
Retirement benefit asset	10,538	10,945
Deferred tax assets	8,515	8,377
Customers' liabilities for acceptances and guarantees	11,882	15,435
Allowance for loan losses	(13,404)	(14,655)
Allowance for investment loss	(31)	(31)
Total assets	3,219,066	3,228,393
Liabilities		
Deposits	2,967,163	2,939,716
Negotiable certificates of deposit	33,821	65,652
Call money	7,514	6,294
Cash collateral received for securities lent	29,318	20,761
Borrowed money	4,737	4,162
Foreign exchanges	85	89
Other liabilities	33,947	40,071
Provision for bonuses	685	745
Provision for share-based compensation	-	508
Retirement benefit liability	261	255
Provision for retirement benefits for directors (and other officers)	11	11
Provision for reimbursement of deposits	98	98
Deferred tax liabilities for land revaluation	3,041	3,041
Acceptances and guarantees	11,882	15,435
Total liabilities	3,092,567	3,096,844
Net assets		
Share capital	16,062	16,062
Capital surplus	13,327	13,327
Retained earnings	98,374	103,210
Treasury shares	(92)	(627)
Total shareholders' equity	127,671	131,971
Valuation difference on available-for-sale securities	(13,267)	(12,703)
Deferred gains or losses on hedges	1,981	2,764
Revaluation reserve for land	6,267	6,267
Remeasurements of defined benefit plans	3,636	3,249
Total accumulated other comprehensive income	(1,382)	(422)
Share acquisition rights	209	-
Total net assets	126,498	131,549
Total liabilities and net assets	3,219,066	3,228,393

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, 2025	For the six months ended September 30, 2026
Ordinary income	29,800	37,806
Interest income	18,535	22,419
Interest on loans and discounts	13,442	17,384
Interest and dividends on securities	4,584	4,323
Fees and commissions	4,931	5,759
Other ordinary income	4,317	4,335
Other income	2,016	5,291
Ordinary expenses	22,839	29,495
Interest expenses	3,421	5,503
Interest on deposits	2,375	4,966
Fees and commissions payments	1,776	1,848
Other ordinary expenses	5,502	8,210
General and administrative expenses	10,305	11,513
Other expenses	1,833	2,419
Ordinary profit	6,961	8,311
Extraordinary income	33	153
Gain on disposal of non-current assets	32	4
Gain on reversal of share acquisition rights	-	145
Other	0	3
Extraordinary losses	208	33
Loss on disposal of non-current assets	154	33
Impairment losses	53	-
Other	0	-
Profit before income taxes	6,786	8,431
Income taxes - current	1,909	2,847
Income taxes - deferred	(145)	(299)
Total income taxes	1,763	2,548
Profit	5,022	5,882
Profit attributable to owners of parent	5,022	5,882

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	5,022	5,882
Other comprehensive income	2,540	960
Valuation difference on available-for-sale securities	2,384	564
Deferred gains or losses on hedges	448	783
Remeasurements of defined benefit plans, net of tax	(292)	(387)
Comprehensive income	7,562	6,842
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,562	6,842

Semi-annual Consolidated Statement of Changes in Equity

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

For the six months ended September 30, 2026

(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	98,374	(92)	127,671
Changes during period					
Dividends of surplus			(1,014)		(1,014)
Profit attributable to owners of parent			5,882		5,882
Purchase of treasury shares				(632)	(632)
Disposal of treasury shares			(32)	96	63
Revaluation reserve for land					
Net changes in items other than shareholders' equity					
Total changes during period	-	-	4,835	(535)	4,299
Balance at end of period	16,062	13,327	103,210	(627)	131,971

	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	(13,267)	1,981	6,267	3,636	(1,382)	209	126,498
Changes during period							
Dividends of surplus							(1,014)
Profit attributable to owners of parent							5,882
Purchase of treasury shares							(632)
Disposal of treasury shares							63
Revaluation reserve for land							-
Net changes in items other than shareholders' equity	564	783	-	(387)	960	(209)	751
Total changes during period	564	783	-	(387)	960	(209)	5,050
Balance at end of period	(12,703)	2,764	6,267	3,249	(422)	-	131,549

Semi-annual Non-consolidated Financial Statements and Primary Notes

Semi-annual Non-consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Cash and due from banks	278,243	197,058
Monetary claims bought	2,330	2,399
Money held in trust	1,867	2,996
Securities	503,942	486,363
Loans and bills discounted	2,369,160	2,472,743
Foreign exchanges	2,845	1,421
Other assets	10,868	12,382
Other	10,868	12,382
Tangible fixed assets	27,574	28,606
Intangible fixed assets	2,507	2,606
Prepaid pension costs	5,245	6,216
Deferred tax assets	9,366	8,985
Customers' liabilities for acceptances and guarantees	11,882	15,435
Allowance for loan losses	(11,634)	(12,705)
Total assets	3,214,200	3,224,510
Liabilities		
Deposits	2,974,002	2,946,697
Negotiable certificates of deposit	33,821	65,652
Call money and bills sold	7,514	6,294
Cash collateral received for securities lent	29,318	20,761
Foreign exchanges	85	89
Other liabilities	29,668	35,870
Income taxes payable	2,119	2,640
Asset retirement obligations	241	234
Other	27,306	32,994
Provision for bonuses	647	708
Provision for share-based compensation	-	508
Provision for reimbursement of deposits	98	98
Deferred tax liabilities for land revaluation	3,041	3,041
Acceptances and guarantees	11,882	15,435
Total liabilities	3,090,079	3,095,156

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Net assets		
Share capital	16,062	16,062
Capital surplus	11,374	11,374
Legal capital surplus	11,374	11,374
Retained earnings	101,587	106,218
Legal retained earnings	14,926	14,926
Other retained earnings	86,660	91,292
General reserve	75,800	81,800
Reserve for tax purpose reduction entry of non-current assets	251	251
Retained earnings brought forward	10,609	9,240
Treasury shares	(92)	(627)
Total shareholders' equity	128,932	133,027
Valuation difference on available-for-sale securities	(13,268)	(12,705)
Deferred gains or losses on hedges	1,981	2,764
Revaluation reserve for land	6,267	6,267
Total valuation and translation adjustments	(5,019)	(3,673)
Share acquisition rights	209	-
Total net assets	124,121	129,354
Total liabilities and net assets	3,214,200	3,224,510

Semi-annual Non-consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Ordinary income	25,486	33,334
Interest income	18,568	22,479
Interest on loans and discounts	13,474	17,444
Interest and dividends on securities	4,584	4,323
Fees and commissions	4,704	5,512
Other ordinary income	418	355
Other income	1,795	4,986
Ordinary expenses	18,867	25,334
Interest expenses	3,407	5,495
Interest on deposits	2,380	4,975
Fees and commissions payments	1,932	2,033
Other ordinary expenses	2,039	4,731
General and administrative expenses	9,867	10,947
Other expenses	1,621	2,126
Ordinary profit	6,619	7,999
Extraordinary income	32	149
Gain on disposal of non-current assets	32	4
Gain on reversal of share acquisition rights	-	145
Extraordinary losses	208	33
Loss on disposal of non-current assets	154	33
Impairment losses	53	-
Profit before income taxes	6,444	8,116
Income taxes - current	1,726	2,670
Income taxes - deferred	(82)	(232)
Total income taxes	1,644	2,437
Profit	4,799	5,678

Semi-annual Non-consolidated Statement of Changes in Equity
For the six months ended September 30, 2025

(Millions of yen)

	Shareholders' equity							
		Capital surplus		Retained earnings				
					Other retained earnings			
	Share capital	Legal capital surplus	Total capital surplus	Legal retained earnings	General reserve	Reserve for tax purpose reduction entry of non-current assets	Retained earnings brought forward	Total retained earnings
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

For the six months ended September 30, 2026

(Millions of yen)

	Shareholders' equity							
		Capital surplus		Retained earnings				
					Other retained earnings			
	Share capital	Legal capital surplus	Total capital surplus	Legal retained earnings	General reserve	Reserve for tax purpose reduction entry of non-current assets	Retained earnings brought forward	Total retained earnings
Balance at beginning of period	16,062	11,374	11,374	14,926	75,800	251	10,609	101,587
Changes during period								
Dividends of surplus							(1,014)	(1,014)
Profit							5,678	5,678
Purchase of treasury shares								
Disposal of treasury shares							(32)	(32)
Provision of general reserve					6,000		(6,000)	-
Revaluation reserve for land							-	-
Net changes in items other than shareholders' equity								
Total changes during period	-	-	-	-	6,000	-	(1,368)	4,631
Balance at end of period	16,062	11,374	11,374	14,926	81,800	251	9,240	106,218

	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	(92)	128,932	(13,268)	1,981	6,267	(5,019)	209	124,121
Changes during period								
Dividends of surplus		(1,014)						(1,014)
Profit		5,678						5,678
Purchase of treasury shares	(632)	(632)						(632)
Disposal of treasury shares	96	63						63
Provision of general reserve		-						-
Revaluation reserve for land		-						-
Net changes in items other than shareholders' equity			563	783	-	1,346	(209)	1,137
Total changes during period	(535)	4,095	563	783	-	1,346	(209)	5,232
Balance at end of period	(627)	133,027	(12,705)	2,764	6,267	(3,673)	-	129,354