

Resona Bank

Trends in Loans and Deposits (Non-consolidated)

(Billions of yen)

	March 31, 2015	March 31, 2016	March 31, 2017
Loans and bills discounted ¹	18,412.9	18,519.5	18,875.8
Deposits and negotiable certificates of deposit	24,354.7	24,478.0	26,068.0

Trends in Income (Non-consolidated)

(Billions of yen)

	FY2014	FY2015	FY2016
Gross operating profit	391.0	383.5	352.2
Operating expenses	(219.8)	(214.0)	(214.2)
Actual net operating profit ²	171.1	169.4	137.9
Credit expenses	24.8	(24.8)	14.7
Net income	149.9	100.8	101.3

Trends in Capital Adequacy Ratio (Consolidated, Domestic Standard)

(Billions of yen)

	March 31, 2015	March 31, 2016	March 31, 2017
Total capital	1,465.0	1,361.7	1,201.3
Risk weighted assets ³	10,786.1	10,656.6	10,890.7
Capital adequacy ratio (%)	13.58	12.77	11.03

Gross operating profit of Resona Bank decreased by ¥31.3 billion year on year to ¥352.2 billion due to a decrease in net interest income associated with contraction of the loan to deposit spread and a decrease in net gains on bonds, which was partly offset by increases in loans and bills discounted and fees and commissions. Operating expenses were essentially unchanged year on year at ¥214.2 billion. Actual net operating profit decreased by ¥31.4 billion year on year to ¥137.9 billion. Net income increased by ¥0.4 billion year on year to ¥101.3 billion due to factors including gain on reversal of credit expenses and an increase in net gains on stocks.

Saitama Resona Bank

Trends in Loans and Deposits (Non-consolidated)

(Billions of yen)

	March 31, 2015	March 31, 2016	March 31, 2017
Loans and bills discounted	6,868.5	6,976.9	7,095.6
Deposits and negotiable certificates of deposit	11,718.0	12,319.6	12,802.8

Trends in Income (Non-consolidated)

(Billions of yen)

	FY2014	FY2015	FY2016
Gross operating profit	136.3	137.4	122.1
Operating expenses	(76.8)	(74.7)	(74.8)
Actual net operating profit ²	59.5	62.6	47.2
Credit expenses	(2.2)	(1.6)	0.8
Net income	35.2	40.2	34.7

Trends in Capital Adequacy Ratio (Non-consolidated, Domestic Standard)

(Billions of yen)

	March 31, 2015	March 31, 2016	March 31, 2017
Total capital	414.0	380.2	333.0
Risk weighted assets ³	2,902.4	2,759.3	2,875.7
Capital adequacy ratio (%)	14.26	13.78	11.58

Gross operating profit of Saitama Resona Bank decreased by ¥15.3 billion year on year to ¥122.1 billion due to a decrease in net interest income associated with contraction of the loan to deposit spread and a decrease in net gains on bonds, which was partly offset by an increase in loans and bills discounted and higher fees and commissions from corporate customers. Operating expenses were essentially unchanged year on year at ¥74.8 billion. Actual net operating profit decreased by ¥15.4 billion year on year to ¥47.2 billion. Net income decreased by ¥5.4 billion year on year to ¥34.7 billion despite positive factors including gain on reversal of credit expenses and an increase in net gains on stocks.

Kinki Osaka Bank

Trends in Loans and Deposits (Non-consolidated)

(Billions of yen)

	March 31, 2015	March 31, 2016	March 31, 2017
Loans and bills discounted	2,474.1	2,435.6	2,440.5
Deposits and negotiable certificates of deposit	3,306.9	3,266.8	3,294.5

Trends in Income (Non-consolidated)

(Billions of yen)

	FY2014	FY2015	FY2016
Gross operating profit	53.0	51.0	43.3
Operating expenses	(38.6)	(37.5)	(37.6)
Actual net operating profit ²	14.4	13.4	5.7
Credit expenses	1.7	2.9	2.6
Net income	11.2	22.3	7.5

Trends in Capital Adequacy Ratio (Consolidated, Domestic Standard)

(Billions of yen)

	March 31, 2015	March 31, 2016	March 31, 2017
Total capital	148.0	154.0	154.6
Risk weighted assets ⁴	1,354.1	1,379.6	1,342.3
Capital adequacy ratio (%)	10.93	11.16	11.51

Gross operating profit of Kinki Osaka Bank decreased by ¥7.6 billion year on year to ¥43.3 billion due to a decrease in net interest income associated with contraction of the loan to deposit spread and a decrease in net gains on bonds. Operating expenses were essentially unchanged year on year at ¥37.6 billion. Actual net operating profit decreased by ¥7.7 billion year on year to ¥5.7 billion. Net income decreased by ¥14.8 billion year on year to ¥7.5 billion. Gain on reversal of credit expenses as in the previous fiscal year partially offset the absence of income gains associated with tax-effect accounting adjustments in the previous fiscal year.

Notes: 1. Loans and bills discounted is the sum of bank accounts and trust accounts.

2. Actual net operating profit is the amount of gross operating profit (excluding the amount of disposal of problem loans in the trust accounts) less operating expenses such as personnel expenses.

Notes: 3. Of risk weighted assets, the amounts of credit risk assets are calculated by the Advanced Internal Ratings-Based (A-IRB) approach.

4. Of risk weighted assets, the amounts of credit risk assets are calculated by the Fundamental Internal Ratings-Based (F-IRB) approach.