

# Financial Highlights for the First Half of Fiscal Year 2015



 **Resona Holdings**  
RESONA

**November 11, 2015**

# Outline of Financial Results for 1H of FY2015

- **Posted JPY85.7 bn as net interim income attributable to owners of the parent (RHD consolidated)**
  - Declined by JPY47.0 bn (-35.4%) YoY, and JPY5.3 bn (-5.8%) from the forecast, respectively  
[Major factors accounting for the YoY change (total of group banks)]
    - Decrease in net gains on stocks (including stock futures) due to a rebalancing of Japanese equity ETFs: JPY12.0 bn
    - Increase in credit-related expense due to 1) decreased gain from reversal of loan loss reserves and 2) provisioning of loan loss reserve on a conservative basis: JPY43.6 bn
    - Absence of a gain posted in the previous year from a reversal of reserve for contingent loss on land trust: JPY10.9 bn
- **Gross operating profit (total of group banks) declined by JPY1.9 bn (-0.6%)**
  - Impact of a contraction in loan-to-deposit spread was fully covered by increases in loan volume, fee income and net gains on JGBs.
    - Loan-to-deposit spread (domestic): 1.26%, Down 0.10% YoY
    - Average loan bal. increased by approx. JPY820 bn, or +3.1%, YoY
    - Fees & commission income increased by JPY5.0 bn, or 9.6%, YoY
  - On the other hand, net trading gains from US treasuries, which is included in “net gains on bonds (including futures)”, declined by JPY8.1 bn YoY.
- **Actual net business profits (total of group banks) increased by JPY2.0 bn (+1.7%)**
  - Operating expense continued to be controlled stringently with an improvement in cost income ratio (OHR).
- **Maintained soundness in financial position**
  - NPL ratio (total of group banks): 1.61%
  - Net unrealized gain on available-for-sale securities: JPY498.5bn
  - Consolidated capital adequacy ratio: 13.90%
- **Fully repaid public funds and start paying the interim dividends (8.5 yen per share) from the current fiscal year**
- **Full year forecast of net income attributable to owners of the parent (RHD consolidated) remains unchanged at JPY175 bn**

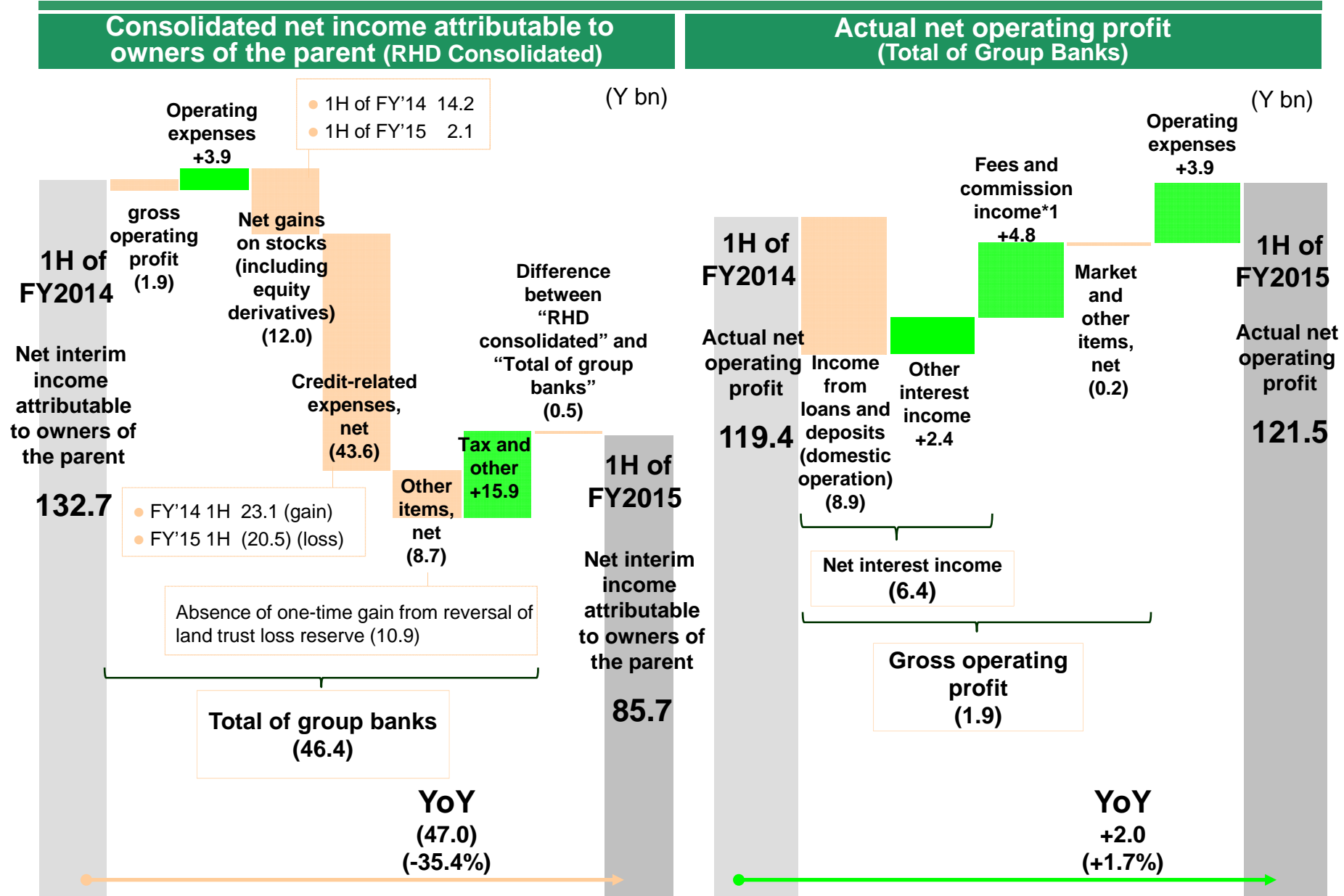
Resona Holdings (Consolidated)	FY2015				1H Forecast (May 2015)	
	(Y bn)	1H	YoY change			Progress rate
<b>Net interim income attributable to owners of the parent</b>	(1)	<b>85.7</b>	<b>(47.0)</b>	<b>(35.4)%</b>	<b>94.1%</b>	<b>91.0</b>
Difference (1)-(20)	(2)	9.9	(0.5)			8.5
EPS (yen)	(3)	35.01	(25.66)			37.66
BPS (yen)	(4)	686.60	+73.94			
Total of group banks (Non-consolidated)	FY2015				1H Forecast (May 2015)	
(Y bn)	1H	YoY change		Progress rate		
<b>Gross operating profit</b>	(5)	<b>283.4</b>	<b>(1.9)</b>	<b>(0.6)%</b>	<b>97.9%</b>	<b>289.5</b>
Net interest income	(6)	199.7	(6.4)			
Income from loans and deposits <sup>*1</sup>	(7)	167.0	(8.9)			
Trust fees	(8)	11.0	(0.1)			
Fees and commission income	(9)	56.9	+5.0			
Other operating income	(10)	15.6	(0.2)			
Net gains on bonds (including futures)	(11)	7.0	(2.3)			
<b>Operating expenses</b>	(12)	<b>(161.9)</b>	<b>+3.9</b>	<b>+2.3%</b>	<b>96.6%</b>	<b>(167.5)</b>
<b>Cost income ratio (OHR)</b>	(13)	<b>57.1%</b>	<b>(0.9)%</b>			
<b>Actual net operating profit<sup>*2</sup></b>	(14)	<b>121.5</b>	<b>+2.0</b>	<b>+1.7%</b>	<b>99.6%</b>	<b>122.0</b>
Net gains on stocks (including equity derivatives)	(15)	2.1	(12.0)			
Credit related expenses, net	(16)	(20.5)	(43.6)			(7.0)
Other gain, net	(17)	2.4	(8.7)			
<b>Income before income taxes</b>	(18)	<b>105.5</b>	<b>(62.4)</b>	<b>(37.1)%</b>	<b>89.0%</b>	<b>118.5</b>
Income taxes and other	(19)	(29.8)	+15.9			
<b>Net interim income</b>	(20)	<b>75.7</b>	<b>(46.4)</b>	<b>(38.0)%</b>	<b>91.8%</b>	<b>82.5</b>

\*1. Domestic banking account, deposits include NCDs.

\*2. Net operating profit before provision to general reserve for possible loan losses and disposal of problem loans in the trust account

\*3. Negative figures represent items that would reduce net income

# Factors for the Changes in Periodic Profits (YoY Comparison)



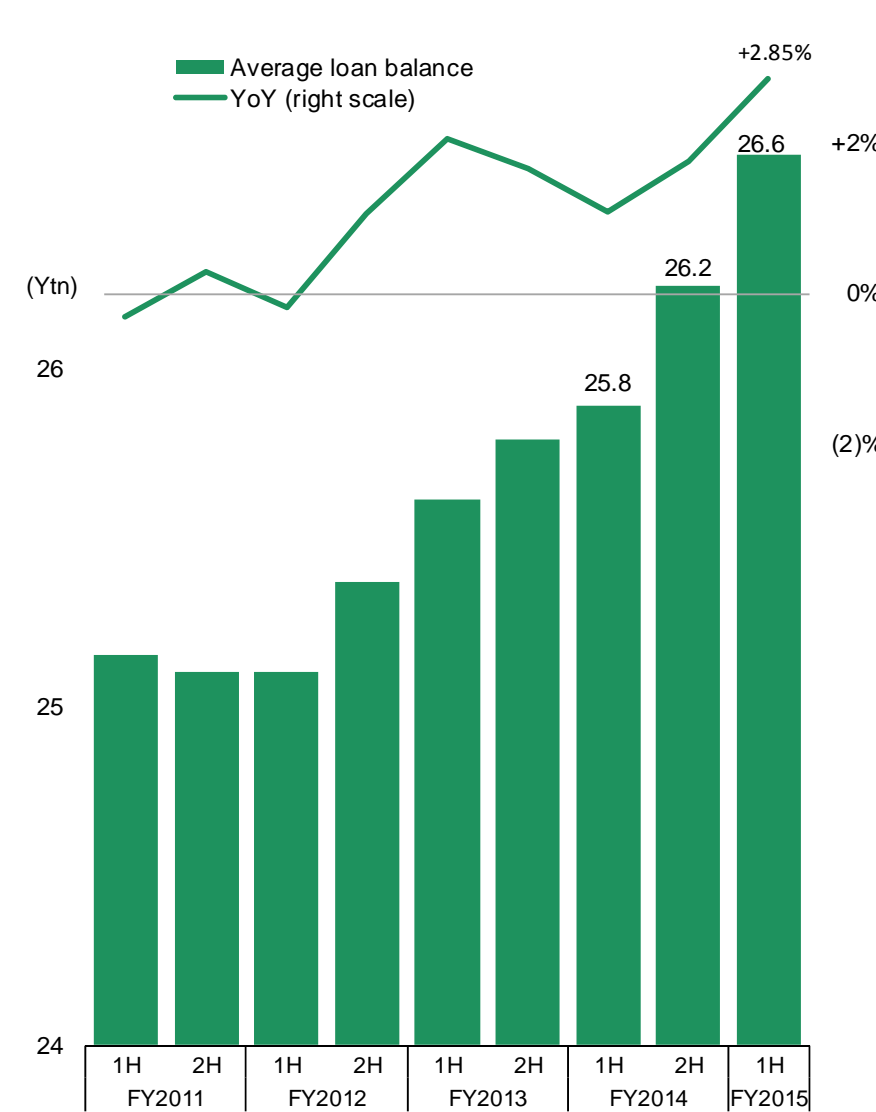
\*1. Fees and commission income plus trust fees

# Trend of Loan and Deposit (Total of Group Banks)

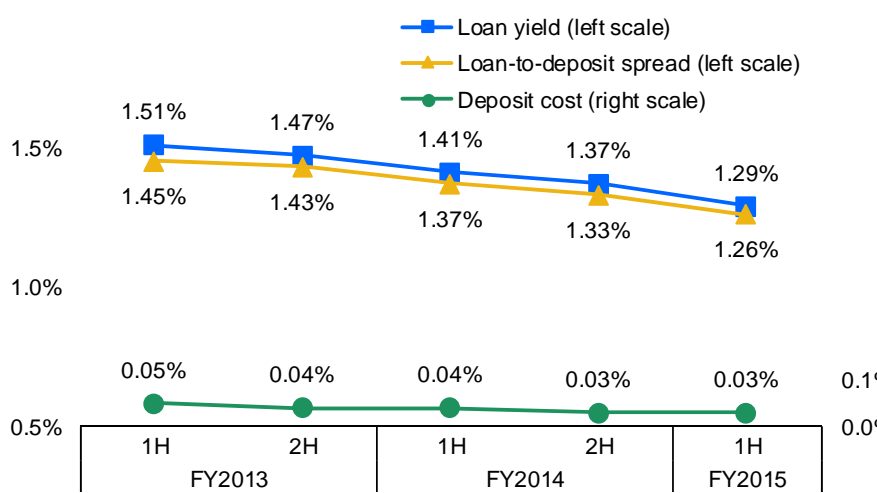
## Average loan balance and spread

(Y tn)			1H		FY2015	
			(Act)	YoY change	(Plan)	YoY change
Average loan balance (Banking account) (1)			27.14	+3.12%		
Domestic acct. *1	Loans	Average balance (2)	26.62	+2.85%	26.71	+2.49%
		Yield (3)	1.29%	(0.11)%	1.29%	(0.09)%
	Corporate Banking Business Unit *2	Average balance (4)	15.46	+3.50%	15.54	+2.98%
		Yield (5)	1.17%	(0.13)%	1.15%	(0.11)%
	Personal Banking Business Unit *3	Average balance (6)	10.20	+1.96%	10.23	+1.77%
		Yield (7)	1.53%	(0.07)%	1.54%	(0.06)%
	Deposits (Including NCDs)	Average balance (8)	38.01	+3.24%	37.78	+1.65%
		Cost (9)	0.03%	(0.00)%	0.03%	(0.00)%
	Loan-to-deposit spread (10)		1.26%	(0.10)%	1.26%	(0.09)%

## Average loan balance and YoY change (Domestic account)



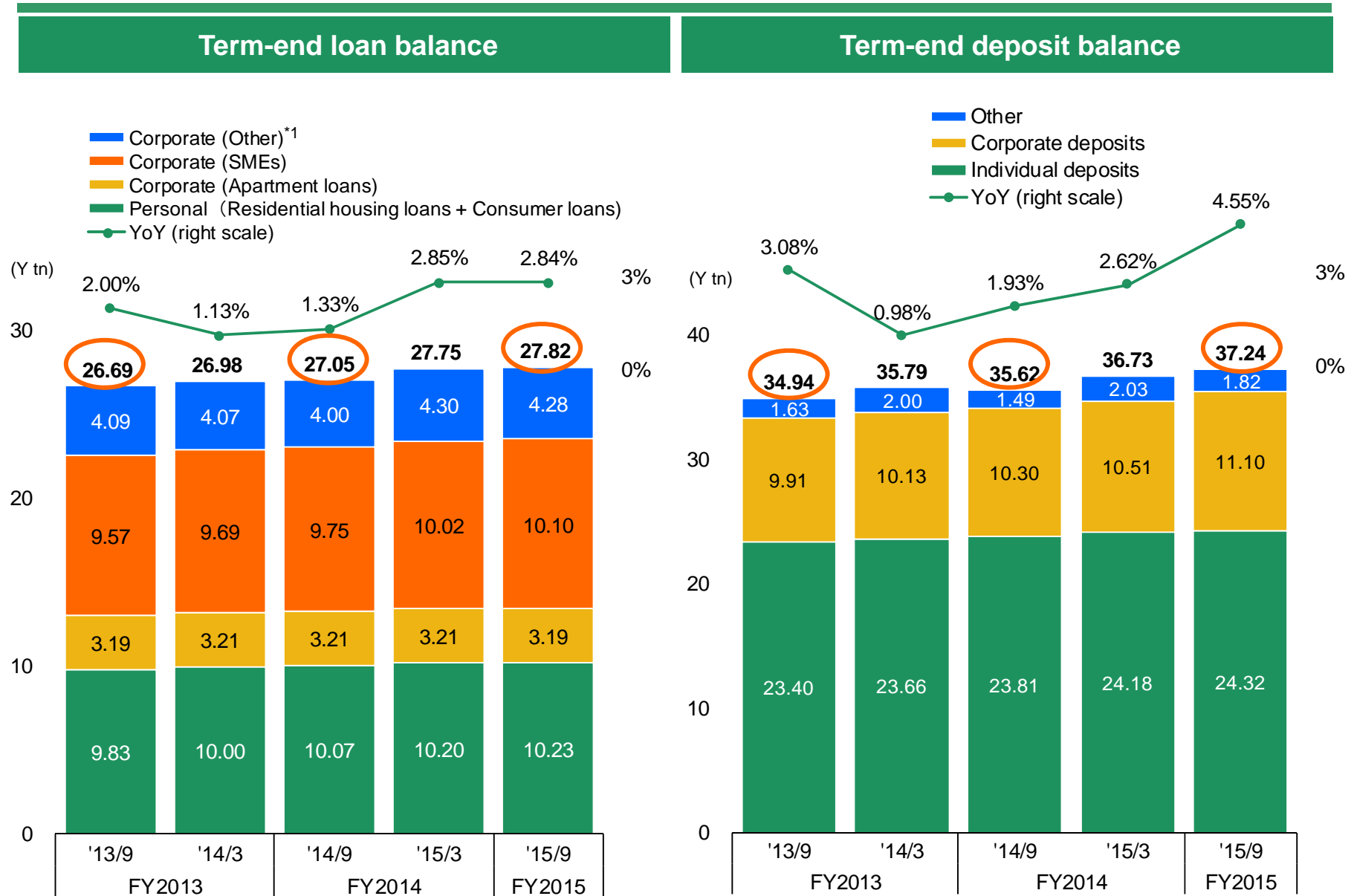
## Loan and deposit rates and spread (Domestic Account)



\*1. Data compiled for a management and administration purpose  
 \*2. Corporate Banking Business Unit : corporate loans(excluding loans to governments) + apartment loans  
 \*3. Personal Banking Business Unit: residential housing loans + consumer loans

# (Reference)

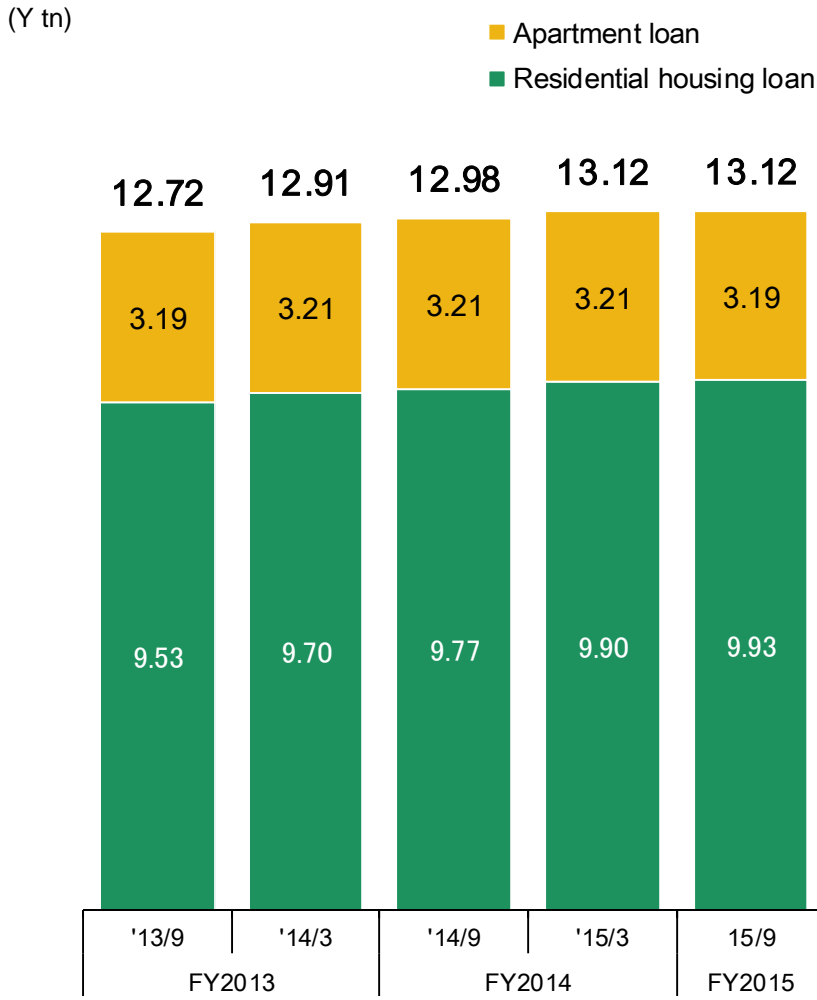
## Term-end Balance of Loan and Deposit (Total of Group Banks)



\*1. Include the loan extended to RHD from RB (Y0.30tn)

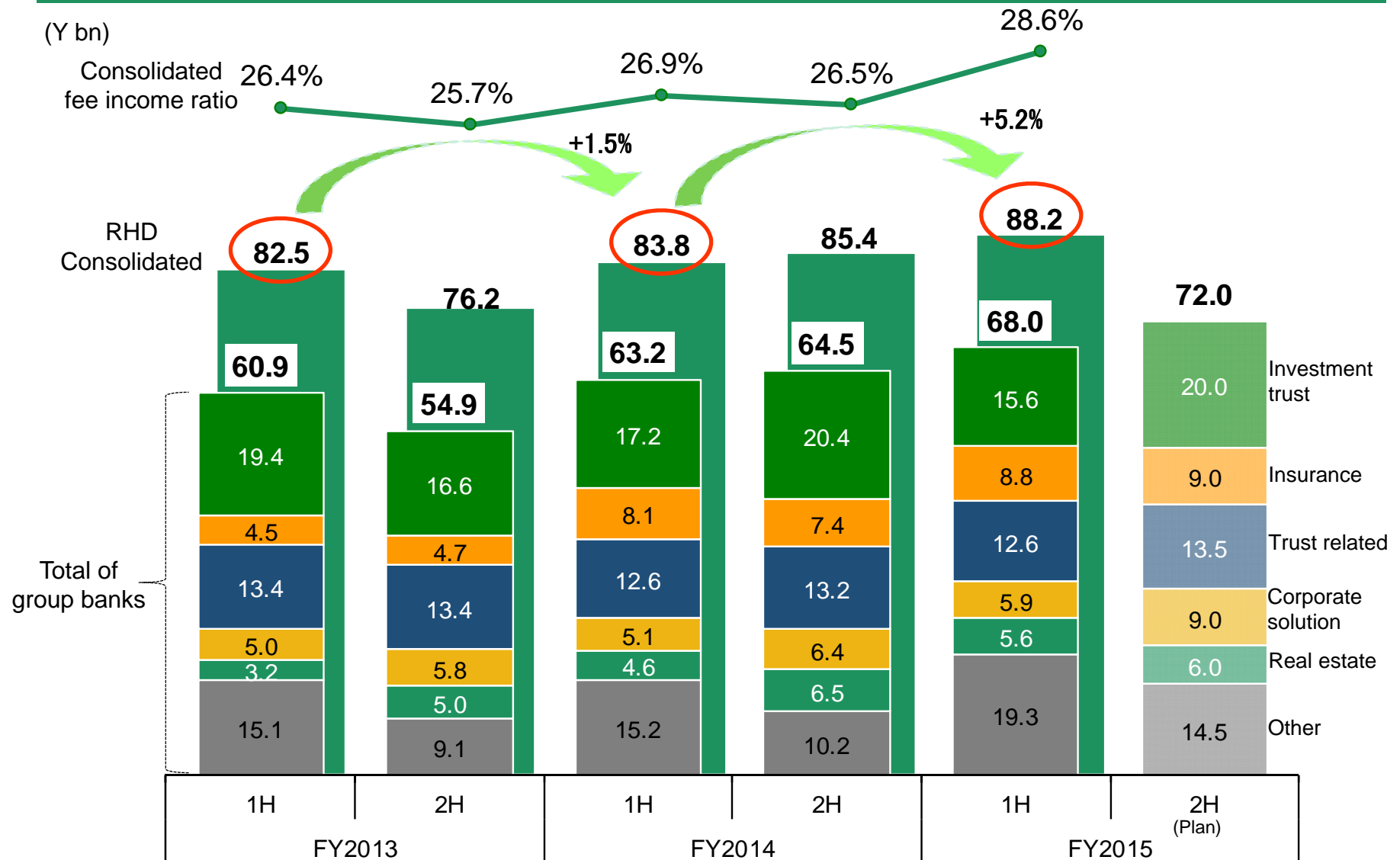
# Residential Housing Loans and Apartment Loans (Total of Group Banks)

Trend of origination
Trend of term-end loan balance



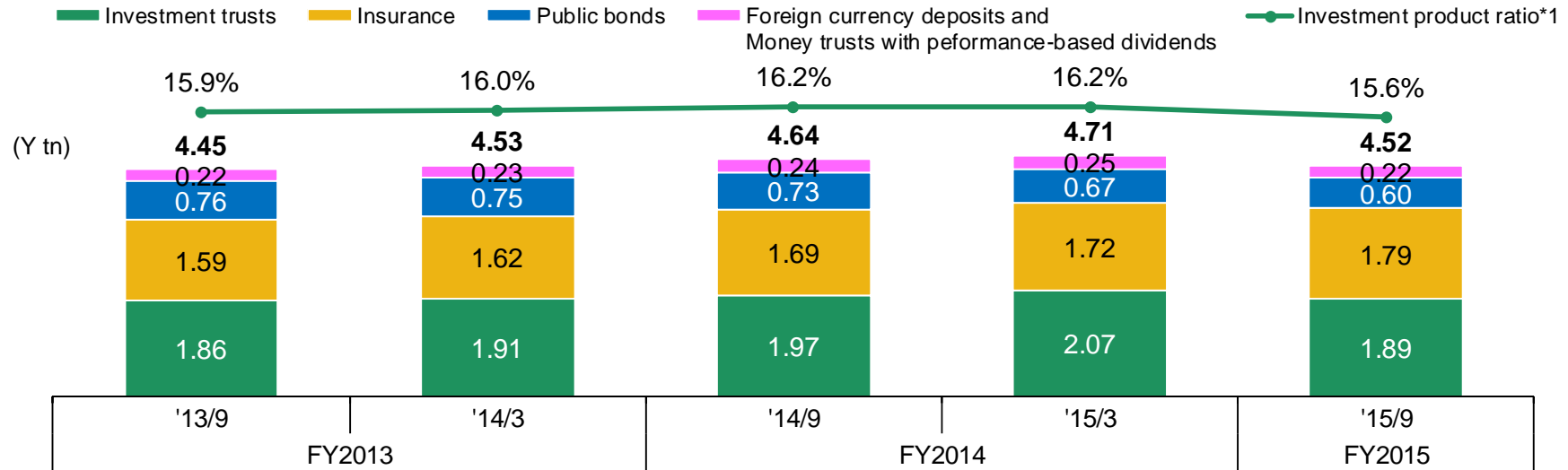
# Trend of Fee Income

Fee income on the steady rise with the consolidated fee income ratio at 28.6% for 1H of FY2015

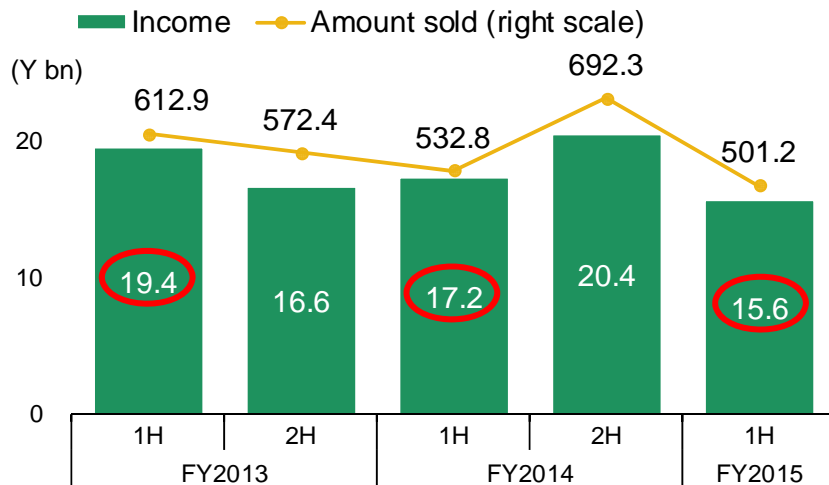


# Major Fee Businesses (1) (Total of Group Banks)

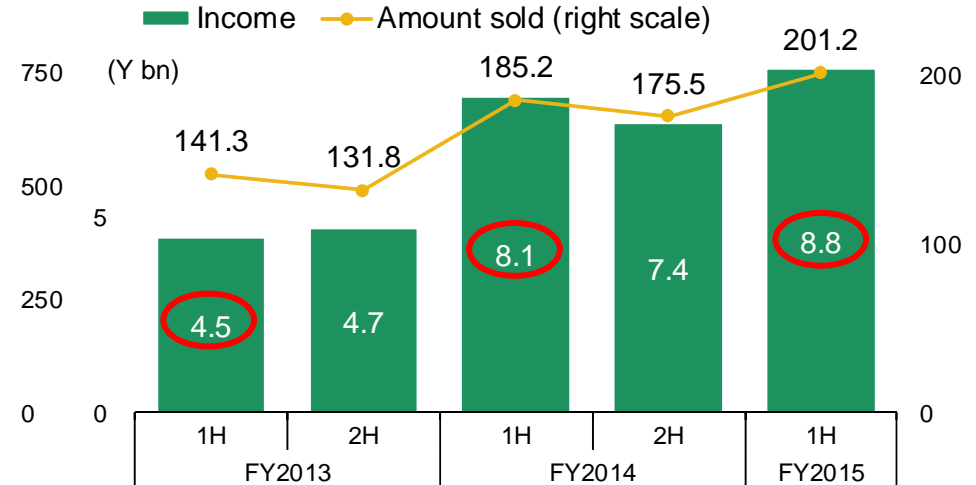
## Balance of investment products sold to individuals



## Investment trust



## Insurance



\*1. Investment product ratio = balance of investment products sold to individuals / balance of investment products sold to individuals and yen deposits held by individuals

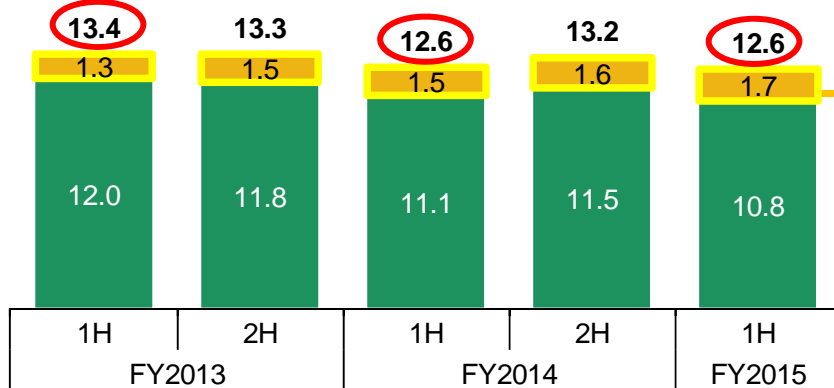


# Major Fee Businesses (2) (Total of Group Banks)

## Trust-related business (Pension/securities, asset and business succession)

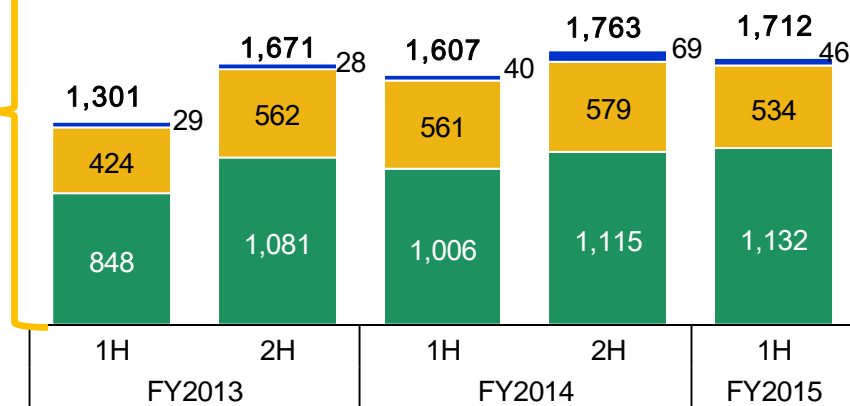
(Y bn)

Income from trust solution offered for asset and business succession  
Income from Pension/Securities trust



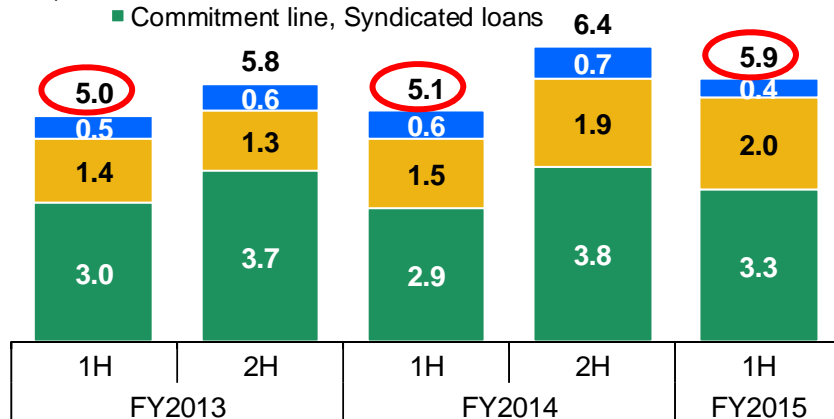
(Reference) Number of new asset succession-related contracts

Will trust + Estate division    Asset succession    Trust for transfer of own company stocks



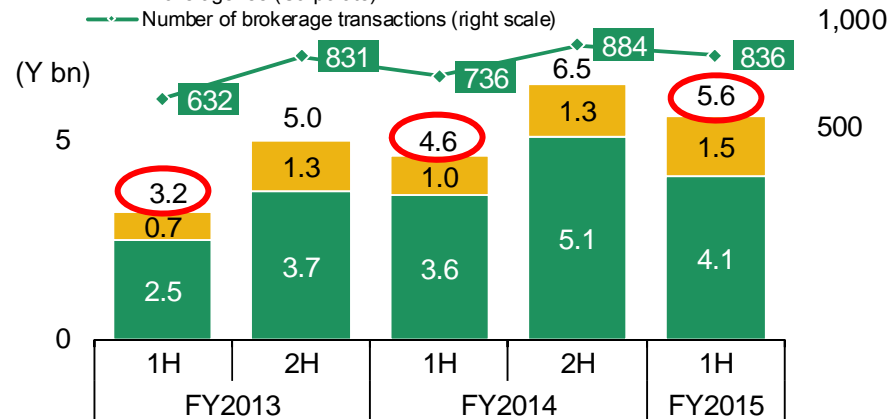
## Corporate solution

(Y bn)  
M&A  
Private notes  
Commitment line, Syndicated loans



## Real estate business\*1

(Y bn)  
Brokerage fee (Consumer)  
Brokerage fee (Corporate)  
Number of brokerage transactions (right scale)



\*1. Excluding gains from investments in real estate fund

# Credit Costs and NPL

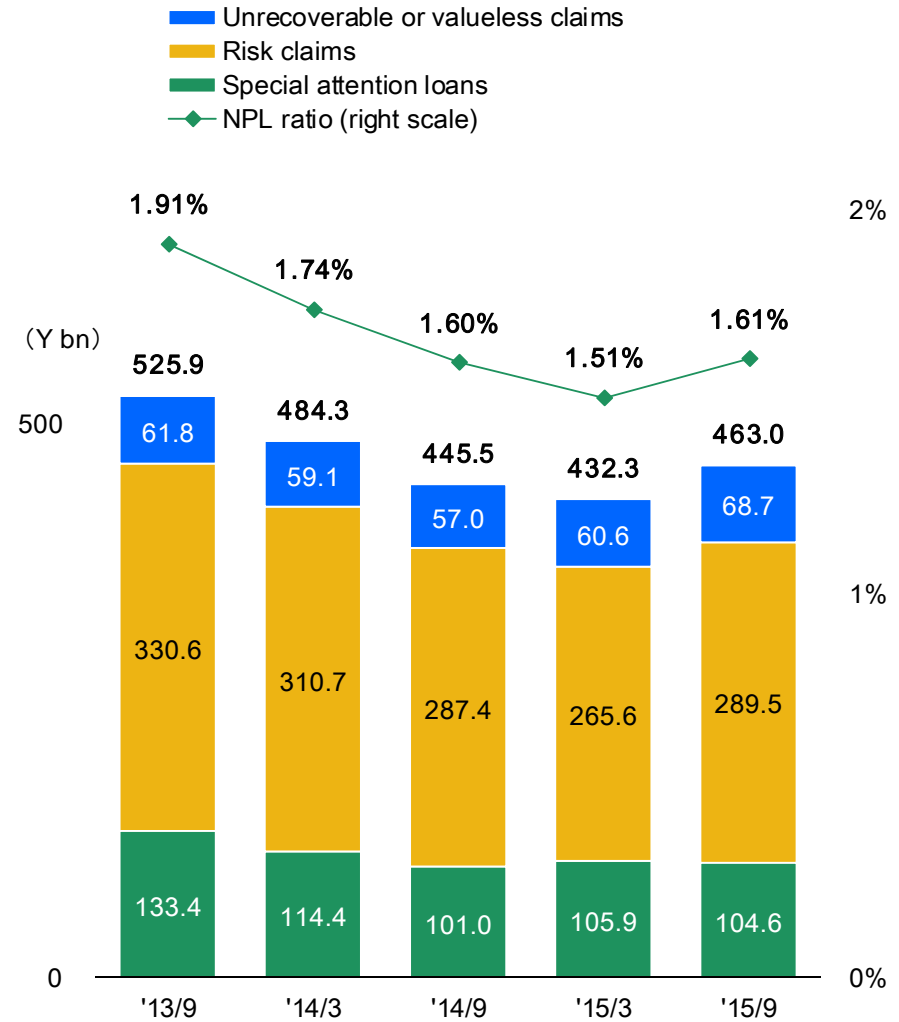
## Trend of credit costs

(Y bn)	FY2013	FY2014		FY2015		Plan
		1H		1H	YoY change	
<b>Net credit cost (Total of group banks (A))</b> (1)	27.1	23.1	24.3	(20.5)	(43.6)	(33.0)
General reserve (2)	28.4	17.6	23.5	(2.2)	(19.8)	
Specific reserve and other items (3)	(1.3)	5.4	0.7	(18.2)	(23.7)	
New bankruptcy, downward migration (4)	(36.8)	(14.5)	(29.5)	(32.2)	(17.6)	
Collection/upward migration (5)	35.4	20.0	30.3	13.9	(6.0)	
<b>Difference (B) - (A)</b> (6)	(0.6)	0.8	(1.9)	(0.6)	(1.4)	(1.5)
of which, HL guarantees subsidiaries (7)	1.4	2.6	1.1	0.3	(2.2)	
of which, Resona Card (8)	(1.4)	(1.1)	(1.6)	(1.1)	+0.0	
<b>Net credit cost (RHD consolidated (B))</b> (9)	26.4	23.9	22.3	(21.2)	(45.1)	(34.5)

(Note) Positive figures represent reversal gains

## Trend of NPL balance and ratio (Total of Group Banks)

(Financial Reconstruction Act criteria)



# Securities Portfolio (Total of Group Banks)

## Securities Portfolio

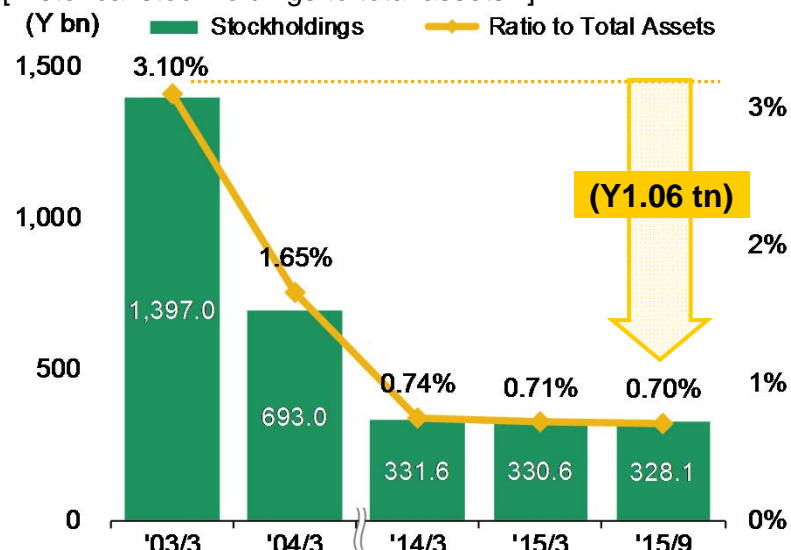
(Ybn)		Mar.'14	Mar.'15	Sep.'15	Unrealized gain/(loss)
Available-for-sale securities <sup>*1</sup>	(1)	6,198.7	3,827.6	3,286.5	498.5
Stocks	(2)	331.6	330.6	328.1	498.3
Bonds	(3)	5,553.5	3,186.9	2,544.7	8.1
JGBs	(4)	4,453.5	2,151.1	1,646.2	1.8
Average duration (years) <sup>*2</sup>	(5)	3.1	3.3	3.0	-
Basis Point Value (BPV)	(6)	(1.41)	(0.72)	(0.50)	-
Local government and corporate bonds	(7)	1,099.9	1,035.8	898.5	6.3
Other	(8)	313.5	310.0	413.5	(8.0)
Foreign securities	(9)	151.3	143.0	213.1	(0.5)
Net unrealized gain	(10)	332.8	573.1	498.5	

Bonds held to maturity <sup>*3</sup>	(11)	2,150.7	2,435.7	2,456.9	72.8
JGBs	(12)	1,708.3	1,962.0	1,961.8	57.9
Net unrealized gain	(13)	67.8	72.6	72.8	

## Status of policy-oriented stocks held

- Breakeven Nikkei average: Approx. 5,800 yen
- Listed stocks sold in 1H FY2015 (acquisition cost): Y1.8 bn, Net gain on sale: Y2.7 bn
- Policy for holding policy-oriented stocks  
After the injection of public funds, Resona reduced the balance of stockholdings in order to minimize the price fluctuation risk. Resona will pursue appropriate returns for the risks taken as ever according to the following policies.
  1. Won't hold policy-oriented stocks not in line with financial strength
  2. Aim at establishing a medium- and long-term, stable business relationship through mutual sustained improvements of corporate values
  3. Determine whether or not to hold policy-oriented stocks after having examined risks and returns, including the realizability of medium- and long-term business prospects

[Historical stockholdings to total assets<sup>\*4</sup>]



\*1. Acquisition cost basis. The presented figures include marketable securities only

\*2. Assuming the duration of floating-rate JGBs as zero

\*3. Balance sheet amount basis. The presented figures include marketable securities only

\*4. Available-for-sales securities

# Capital Adequacy Ratio

## Capital adequacy ratio (RHD consolidated)

### Japanese Domestic Std.

( Ybn )		Mar. 31, 2015	Sep. 30, 2015	Change
<b>Capital adequacy ratio</b>	(1)	<b>13.46%</b>	<b>13.90%</b>	<b>+0.44%</b>
<b>Total capital</b>	(2)	<b>1,998.4</b>	<b>1,999.7</b>	<b>+1.3</b>
Core Capital: instruments and reserves	(3)	2,025.9	2,023.6	(2.3)
Capital and surplus	(4)	1,114.9	1,176.4	+61.5
of which, net (interim) income	(5)	211.4	85.7	
of which, planned distribution of income	(6)	(242.2)	(23.4)	+218.7
Treasury stock	(7)	(2.4)	(2.2)	+0.2
Non-cumulative perpetual preferred stock subject to transitional arrangement	(8)	175.0	175.0	-
Subordinated loans and bonds subject to transitional arrangement	(9)	628.3	570.2	(58.1)
Eligible provisions	(10)	76.5	68.6	(7.8)
Other	(11)	33.5	35.5	+1.9
Core Capital: regulatory adjustments	(12)	27.5	23.9	(3.6)
<b>Risk weighted assets</b>	(13)	<b>14,842.1</b>	<b>14,383.2</b>	<b>(458.8)</b>
Credit risk weighted assets	(14)	13,636.7	12,920.7	(716.0)
Amount equivalent to market risk / 8%	(15)	129.9	106.8	(23.1)
Amount equivalent to operational risk / 8%	(16)	1,075.3	1,075.6	+0.2
Credit risk weighted assets adjustments	(17)	-	279.9	+279.9

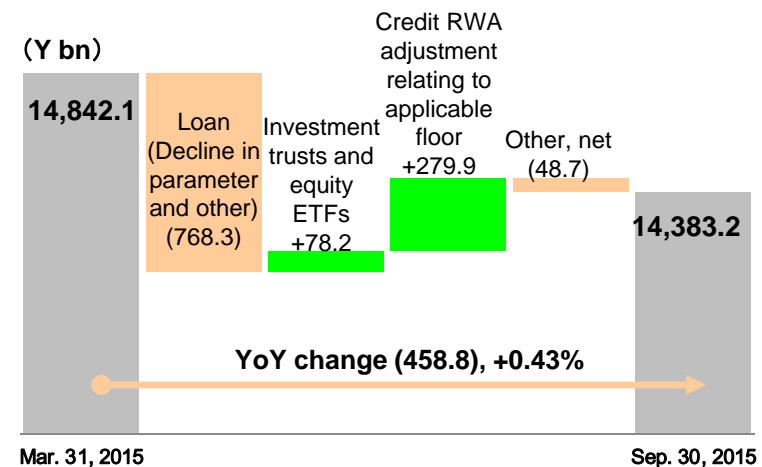
### (Reference) International Std.

(Ybn)		Mar. 31, 2015	Sep. 30, 2015	Change
<b>Common Equity Tier 1 capital ratio</b>	(18)	<b>8.16%</b>	<b>8.76%</b>	<b>+0.60%</b>
Excluding net unrealized gains on available-for-sale securities	(19)	7.07%	7.77%	+0.70%
<b>Tier 1 capital ratio</b>	(20)	<b>9.71%</b>	<b>9.93%</b>	<b>+0.22%</b>
<b>Total capital ratio</b>	(21)	<b>14.03%</b>	<b>14.24%</b>	<b>+0.21%</b>

## Factors for the change in 1H of FY2015

- **Total capital increased by Y1.3 bn (+0.01%) in 1H of FY2015**
  - Net interim income +Y85.7 bn
  - Planned distribution of interim dividends Y(23.4) bn
  - Redemption of preferred securities and other Y(58.1) bn

- **RWAs decreased by Y458.8 bn (+0.43%) in 1H of FY2015**



## Capital adequacy ratio (Group Banks)

( Ybn )		Resona ( Consolidated )	Saitama Resona (Non-consolidated)	Kinki Osaka ( Consolidated )
<b>Capital adequacy ratio</b>	(22)	<b>14.09%</b>	<b>16.08%</b>	<b>11.40%</b>
<b>Total capital</b>	(23)	1,488.7	440.7	152.9
Core Capital: instruments and reserves	(24)	1,506.9	451.0	153.0
Core Capital: regulatory adjustments	(25)	18.1	10.2	0.1
<b>Risk weighted assets</b>	(26)	10,559.5	2,739.2	1,341.0

# Earnings Forecasts for FY2015 (Released in November 2015)

## RHD Consolidated

( Ybn )	1H FY'15 (Actual)	Full year forecasts	Change from original forecast	Change from previous year
Ordinary profit (1)	121.8	250.0	(4.0)	(83.3)
Net (interim) income attributable to shares of the parent (2)	85.7	175.0	-	(36.4)
Difference (2)-(1) (3)	9.9	18.0	+3.0	+3.0

## Dividend Forecast

		Forecast for per share dividend
Common stock (12)		17 yen
of which, interim dividend (13)		8.5 yen
Preferred stock (14)		As pre-determined

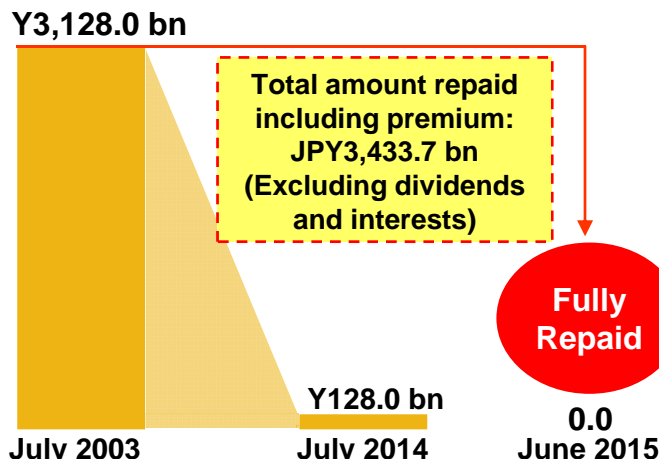
## Total of Group Banks

( Y bn )	Total of group banks				Resona Bank				Saitama Resona Bank				Kinki Osaka Bank			
	1H FY'15 Acrual	Full year forecasts	Change from original forecast	Change from previous year	1H FY'15 Acrual	Full year forecasts	Change from original forecast	Change from previous year	1H FY'15 Acrual	Full year forecasts	Change from original forecast	Change from previous year	1H FY'15 Acrual	Full year forecasts	Change from original forecast	Change from previous year
Gross operating profit (4)	283.4	581.0	-	+0.5	186.1	392.0	-	+1.0	71.6	137.0	-	+0.7	25.6	52.0	-	(1.0)
Operating expenses (5)	(161.9)	(335.0)	-	+0.3	(106.1)	(219.5)	-	+0.3	(37.2)	(76.0)	-	+0.8	(18.5)	(39.5)	-	(0.9)
Actual net operating profit (6)	121.5	246.0	-	+0.9	79.9	172.5	-	+1.4	34.4	61.0	-	+1.5	7.1	12.5	-	(1.9)
Net gains on stocks (7)	(1.5)	8.0	(2.0)	(36.5)	(3.4)	5.5	(4.0)	(37.4)	1.7	2.0	+2.0	+1.4	0.1	0.5	-	(0.4)
Credit related expenses (8)	(20.5)	(33.0)	(15.0)	(57.3)	(23.0)	(30.5)	(21.5)	(55.3)	0.2	(3.0)	+3.0	(0.8)	2.2	0.5	+3.5	(1.2)
Ordinary profit (9)	106.0	224.5	(8.5)	(75.8)	60.4	154.5	(17.5)	(74.6)	35.8	58.0	+4.5	+1.4	9.8	12.0	+4.5	(2.5)
Income before income taxes (10)	105.5	223.0	(8.5)	(70.2)	60.0	153.5	(17.5)	(70.8)	35.7	57.5	+4.5	+1.3	9.7	12.0	+4.5	(0.6)
Net (interim) income (11)	75.7	157.0	(3.0)	(39.4)	43.4	109.0	(10.5)	(40.9)	24.3	38.5	+3.0	+3.3	8.0	9.5	+4.5	(1.7)

# Direction of Capital Management

## Capital actions taken in the 1st half of FY2015

- Full repayment of public funds (June 2015)



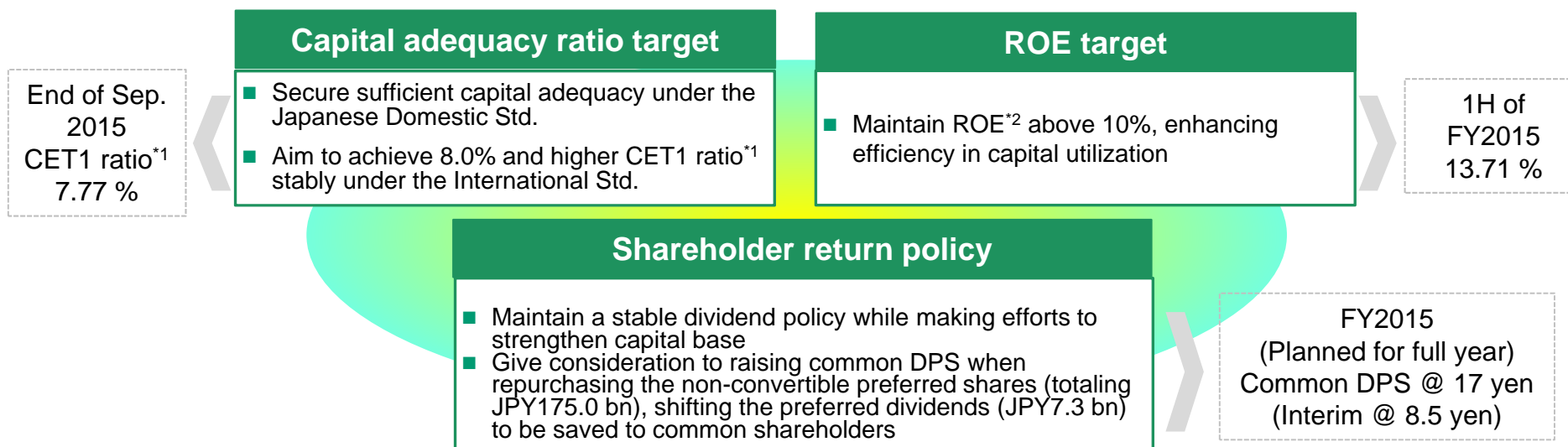
- Repurchased and cancelled Class 4 Preferred Shares totaling JPY63.0 bn (July 2015) (Repurchased at JPY63.8 bn including accrued dividend)

- Together with the reissuance of treasury shares implemented in March 2015, completed *de facto* “Capital Exchange”

- Repurchased Preferred Securities (July 2015)

- Repurchased Preferred Securities issued by RPGS (Cayman) Ltd. USD1,150 million (7.191%)

## Direction of Capital Management



\*1. Exclude unrealized gain on available-for-sale securities, net of tax effect (phase-in / phase-out rule basis)  
 \*2. (Net income – Preferred dividends) / (Total shareholders equity – balance of outstanding preferred shares)

# Progress of Omni-channel Strategy

## Provide customers with overwhelming convenience

### Overcome constraints of “time” for banking transactions (Anytime)

- Business hours extended to 17:00 (Oct. 2003~)
- 24H manned telephone banking services (May 2005~)
- **24H RTGS account transfers within Resona Group banks**
  - Individual customers (Apr. 2015~)
  - Corporate customers (Oct. 2015~)
- **Open 365 days / till 19:00 on weekdays**
  - 7 Days Plaza *Toyosu* (Nov. 15, 2015~)  
Opened as a model for new consulting-focused “anytime” outlet
  - Plan to add 4 more 7 Days Plazas in FY2015 (in total 11 offices)
- **Promoting HLs on holidays**
  - LPs open on holidays (Oct. 2003~)  
71 LPs open on holidays (As of Mar. 2015)
  - HL screening on holidays (June 2015~)
  - Execution of housing loans on holidays (Planned in FY2015)



### Overcome constraints of “space” for banking transactions (Anywhere)

- **Expand the net channel**
  - Strengthened Internet banking functions (“My Gate”) (Apr. 2014~)
  - Chat function added to Resona web (July 2015~)
  - Web Settlement Portal Site (Nov. 2015~)
  - Point Mall (Nov. 2015~)
  - Branch on the Internet (Planned in FY2015)
- **Mutual open-up of OTC services within Resona Group banks**
  - Various notifications relating to ordinary deposits (Sep. 2015~)
  - Ordinary deposits transactions (Nov. 2015~)  
(Common passbook for Resona group banks)
- **Consulting-based sales activities utilizing tablets**
  - Remote supports by FPs (June 2015~)
  - For each sales rep (Planned in FY2015)



### Products and Services

Abandon existing framework and common sense

Anytime

Anywhere

Upgraded backbone mainframe system ( Jan. 2015 )

# Seven Days Plaza *Toyosu* Opened on November 15, 2015

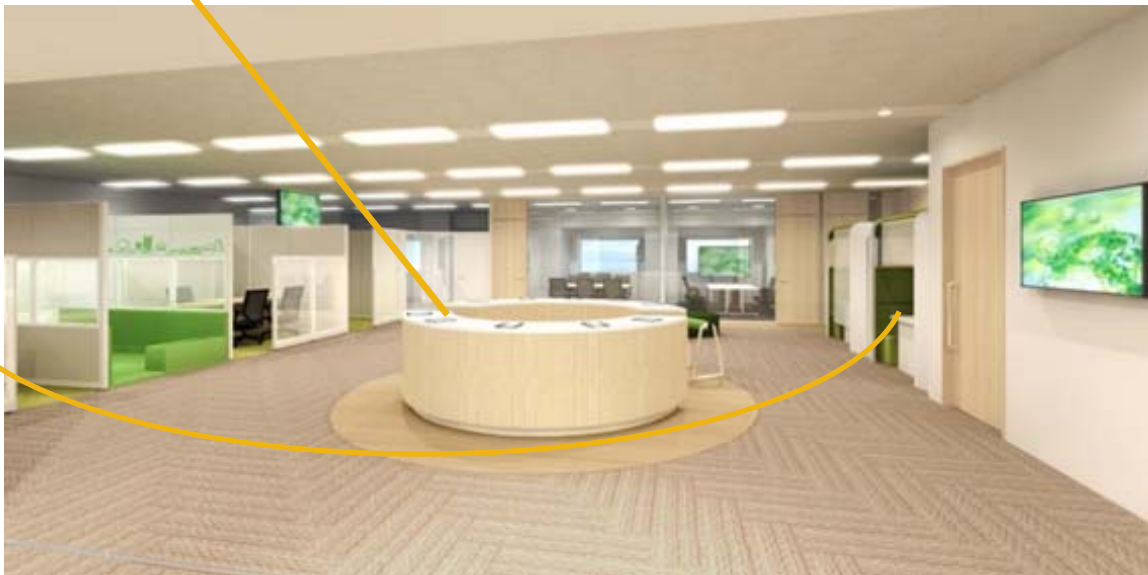
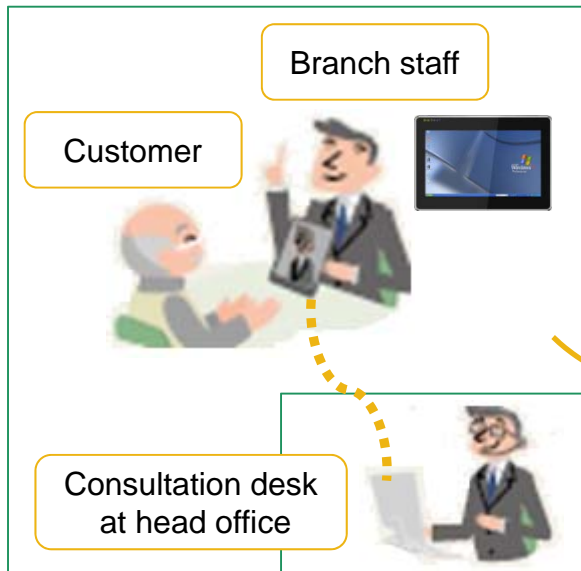
## Best products and services at anytime and via any channels

- Open 365 days till 7 pm
- New functions to enhance conveniences
  - New account can be opened without a seal
  - Keyless rental safe from 7:00 to 22:00\*1
  - Barcode reader can handle tax and utility bill payments instantaneously
  - Customer can fill out the forms via a tablet device at reception desk  
=> Reduce waiting time / Paperless
- Focus on consultation services
  - Specialists at the head office can give professional advice via video phone system

## Experimental outlet embodying Resona's "omni-channel" concept

### Envisaged goals

- **Universal OTC services at all Resona Group banks' branches**
  - Same quality services at any Resona Group banks' branches
- **New tablet device can handle multiple tasks, from making a proposal to processing administrative works**
  - All staffs work as sales representatives, abandoning distinction between "front" and "back" offices
- **Open a number of new consultation-oriented outlets in customers' living areas**



\*1. From 8:00 to 22:00 on Saturdays, Sundays and national holidays



## (Reference) Outline of Financial Results for 1H of FY2015

(Y bn)	Resona Holdings (Consolidated)		Difference		Total of group banks (Non-consolidated)		Resona Bank		Saitama Resona Bank		Kinki Osaka Bank		
	( A )	YoY change	(A)-(B)	YoY change	( B )	YoY change		YoY change		YoY change		YoY change	
<b>Gross operating profit</b>	<b>(1)</b>	<b>307.6</b>	<b>(2.7)</b>	<b>24.2</b>	<b>(0.8)</b>	<b>283.4</b>	<b>(1.9)</b>	<b>186.1</b>	<b>(5.3)</b>	<b>71.6</b>	<b>+3.5</b>	<b>25.6</b>	<b>(0.0)</b>
Net interest income	(2)	203.2	(6.9)	3.4	(0.4)	199.7	(6.4)	127.5	(2.9)	53.5	(2.8)	18.7	(0.7)
Income from loans and deposits	(3)					167.0	(8.9)	105.1	(5.1)	45.3	(2.9)	16.4	(0.8)
Trust fees	(4)	11.0	(0.1)	(0.0)	+0.0	11.0	(0.1)	11.0	(0.1)	-	-	-	-
Fees and commission income	(5)	77.1	+4.6	20.1	(0.4)	56.9	+5.0	40.8	+4.0	11.2	+1.0	4.8	(0.1)
Other operating income	(6)	16.2	(0.1)	0.5	+0.0	15.6	(0.2)	6.7	(6.3)	6.8	+5.2	2.0	+0.8
Net gain/(loss) on bonds (including futures)	(7)	7.0	(2.3)	-	-	7.0	(2.3)	(1.1)	(8.2)	6.3	+5.0	1.9	+0.8
Operating expenses (including non-recurring items)	(8)	(173.6)	+3.9	(9.0)	(0.1)	(164.5)	+4.1	(106.8)	+2.5	(38.2)	+1.2	(19.4)	+0.2
Operating expenses	(9)					(161.9)	+3.9	(106.1)	+2.8	(37.2)	+0.9	(18.5)	+0.2
Actual net operating profit	(10)					121.5	+2.0	79.9	(2.5)	34.4	+4.4	7.1	+0.1
Net gain/(loss) on stocks	(11)	(1.3)	(24.8)	0.1	+0.0	(1.5)	(24.9)	(3.4)	(26.9)	1.7	+1.8	0.1	+0.1
Credit related expenses, net	(12)	(21.2)	(45.1)	(0.6)	(1.4)	(20.5)	(43.6)	(23.0)	(44.2)	0.2	(0.0)	2.2	+0.6
Other gain, net	(13)	9.8	+3.9	1.0	(0.0)	8.7	+3.9	7.2	+3.5	0.3	(0.6)	1.1	+1.1
<b>Income before income taxes</b>	<b>(14)</b>	<b>121.3</b>	<b>(64.8)</b>	<b>15.7</b>	<b>(2.3)</b>	<b>105.5</b>	<b>(62.4)</b>	<b>60.0</b>	<b>(70.3)</b>	<b>35.7</b>	<b>+5.8</b>	<b>9.7</b>	<b>+2.1</b>
Income taxes and other	(15)	(35.6)	+17.8	(5.8)	+1.8	(29.8)	+15.9	(16.6)	+17.5	(11.4)	(1.0)	(1.7)	(0.5)
<b>Net interim income (attributable to owners of the parent)</b>	<b>(16)</b>	<b>85.7</b>	<b>(47.0)</b>	<b>9.9</b>	<b>(0.5)</b>	<b>75.7</b>	<b>(46.4)</b>	<b>43.4</b>	<b>(52.8)</b>	<b>24.3</b>	<b>+4.7</b>	<b>8.0</b>	<b>+1.6</b>

*The forward-looking statements contained in this presentation may be subject to material change due to the following factors.*

*These factors may include changes in the level of stock price in Japan, any development and change related to the government's policies, laws, business practices and their interpretation, emergence of new corporate bankruptcies, changes in the economic environment in Japan and abroad and any other factors which are beyond control of the Resona Group.*

*These forward-looking statements are not intended to provide any guarantees of the Group's future performance. Please also note that the actual performance may differ from these statements.*

**Link Together Shape Future** *Next Action* **RESONA GROUP**

