
**Financial Results for FY 2004
Reference Materials for Press Conference**



RESONA

May 25, 2005

 **Resona Holdings, Inc.**

I. Financial Highlights for Fiscal Year 2004

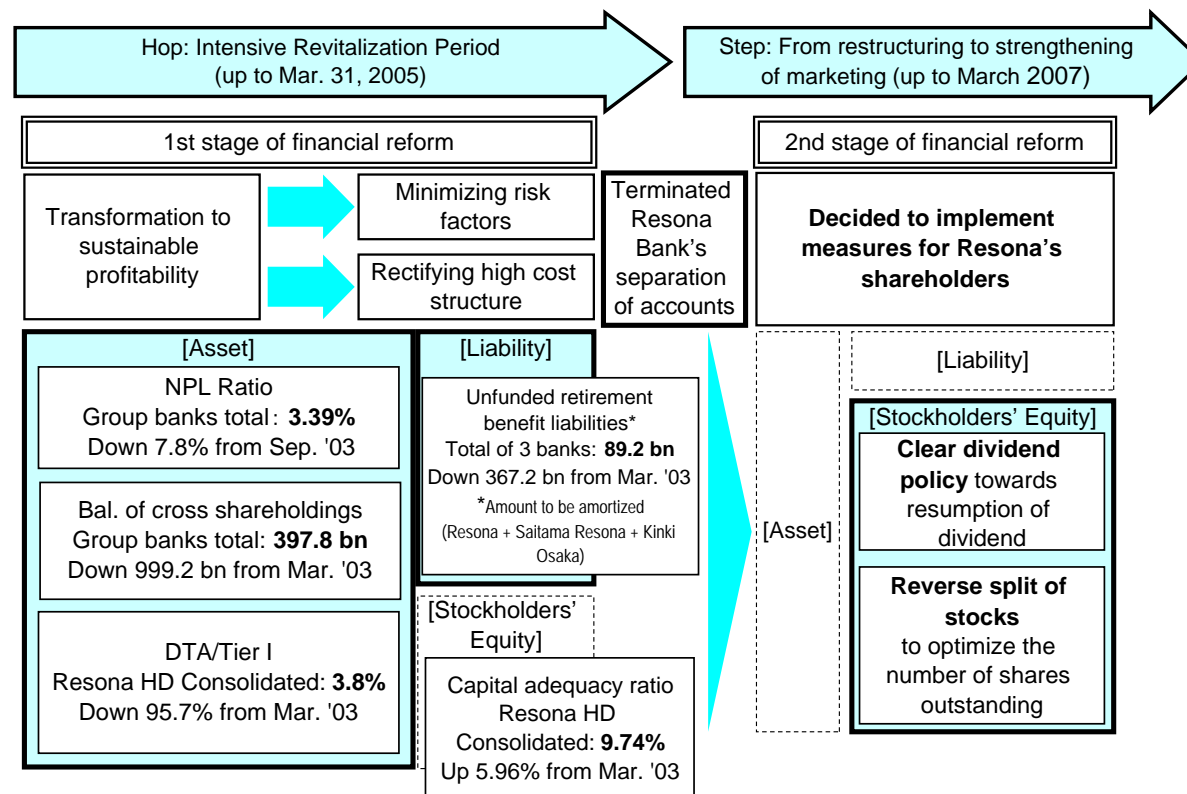
Successfully achieved transformation to sustainable profitability
Termination of the "Intensive Revitalization Period"

- Fully accomplished "minimization of risk factors"
=> Achieved the targets for NPL ratio, balance of cross shareholdings, etc.
- Thoroughly rectified high-cost structure
=> Cost-to-income ratio declined to less than 50% for the first time
=> the lowest record ever achieved
- Net income well above the plan target
=> Although certain one time gains are included, profits are registered for the 1st time since fiscal 1999. (The highest profits ever achieved)
- Total retained earnings (Resona HD + its subsidiary banks) exceeded the plan target by 100 bn. yen
=> Plans to accumulate 21.0 bn. additionally on top of the plan target for FY2005.
- Terminated the separation of accounts by Resona Bank
=> Since the objectives for the account separation were almost fully achieved, Resona Bank terminated the separation of accounts at the end of March 2005 as originally planned.
- Resona HD's consolidated capital adequacy ratio: 9.74% (End of Mar. 2004: 7.75%)

First step from "recovery" to "leap forward"

Measures to be taken for Resona's shareholders

*Please refer to the separate material titled "Measures to be implemented for FY 2005"



[Resona HD consolidated]

(Billions of yen)	FY 2002 (actual)	FY 2003 (actual)	FY 2004 (actual)
Consolidated gross operating profit (1)	901.8	775.0	763.1
General & administrative expenses (2)	(597.6)	(510.0)	(382.0)
Gain/(loss) on stocks	(300.6)	57.6	91.0
Consolidated credit related expenses	(552.1)	(1,418.3)	(41.5)
Net income/(loss)	(837.6)	(1,663.9)	365.5
[Reference] (1) + (2)	304.1	264.9	381.0

[Total of group banks]

(Billions of yen)	FY 2002 (actual)	FY 2003 (actual) [a]	FY 2004		FY 2005		
			(actual) [b]	[b] - [a]	(Target) [c]	[c] - [b]	Change from plan
Actual net operating profit	307.3	260.3	365.2	104.9	300.0	(65.2)	8.0
Cost-to-income ratio (OHR)*	59.7%	61.6%	48.6%	-13.0%	55.6%	7.0%	-0.6%
Gain/(loss) on stocks	(312.1)	(19.9)	45.1	65.0	4.0	(41.1)	4.0
Total credit-related expenses	(510.4)	(1,328.4)	39.3	1,367.7	(71.0)	(110.3)	5.0
Extraordinary profit/(loss)*	(11.0)	(179.1)	(48.3)	130.8	(7.0)	41.3	(5.0)
Net income/(loss)	(790.4)	(1,692.7)	386.3	2,079.1	205.0	(181.3)	21.0

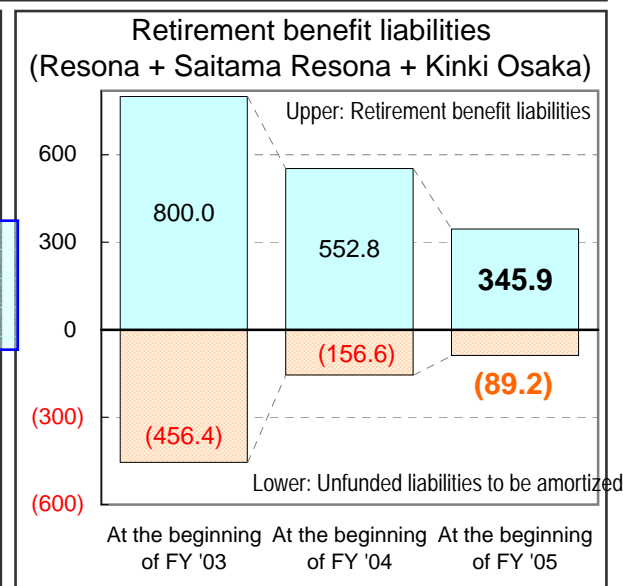
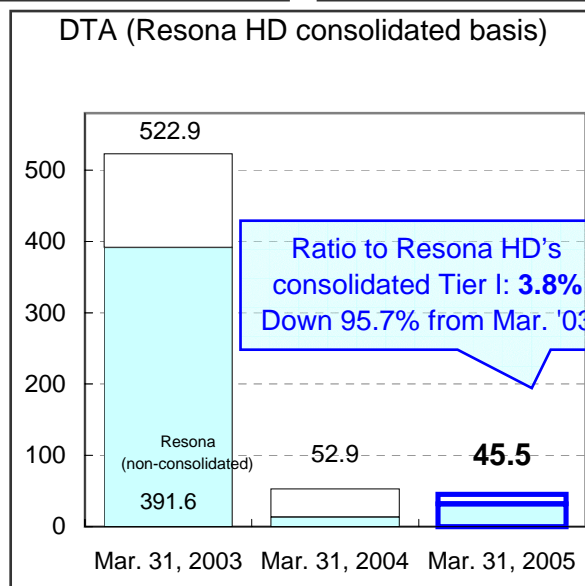
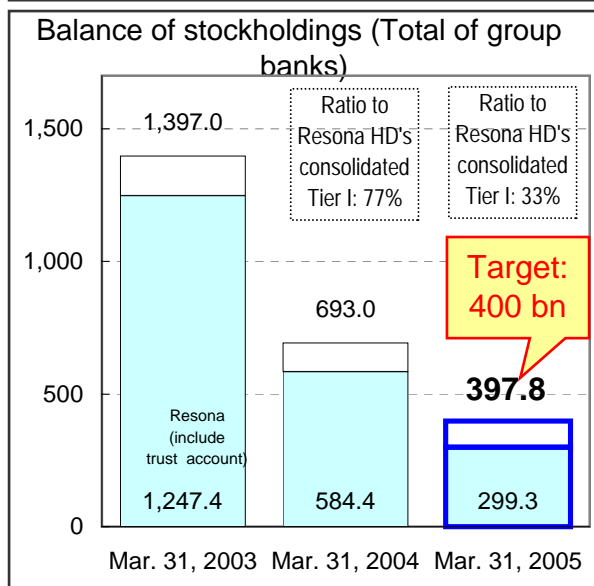
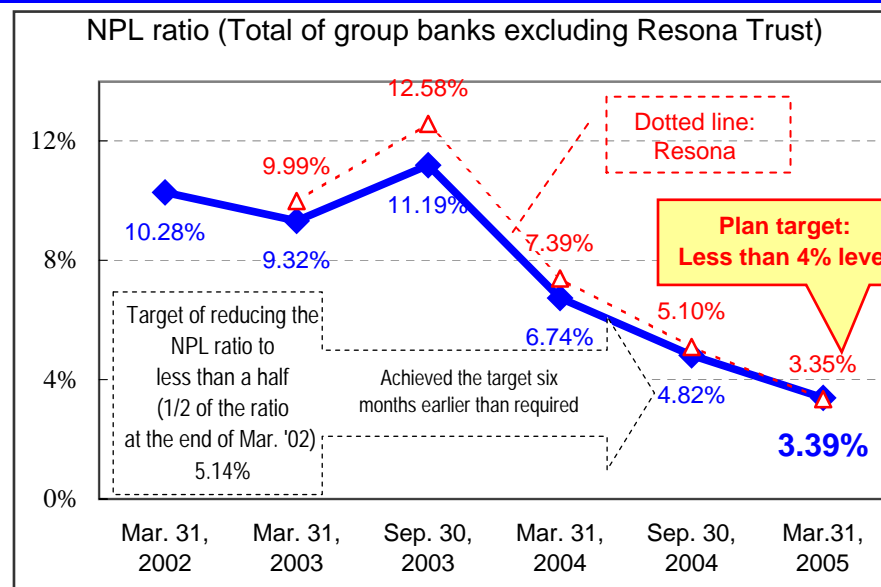
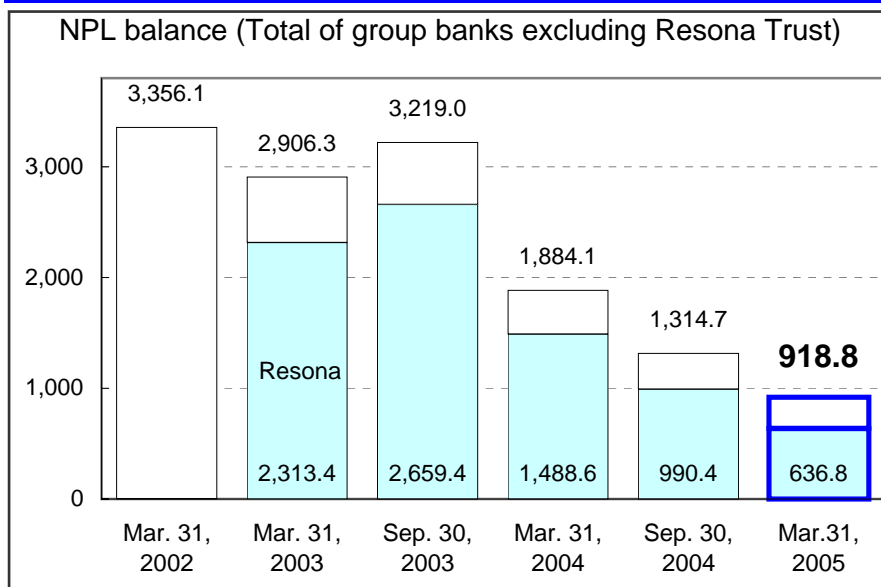
* OHR is computed based on gross operating profits before disposal of NPLs in the trust account.

* Figure for FY 2004 does not include gains from reversal of credit-related expenses.

(Note) Amount less than 0.1 billion yen are rounded down.

(Billions of yen)

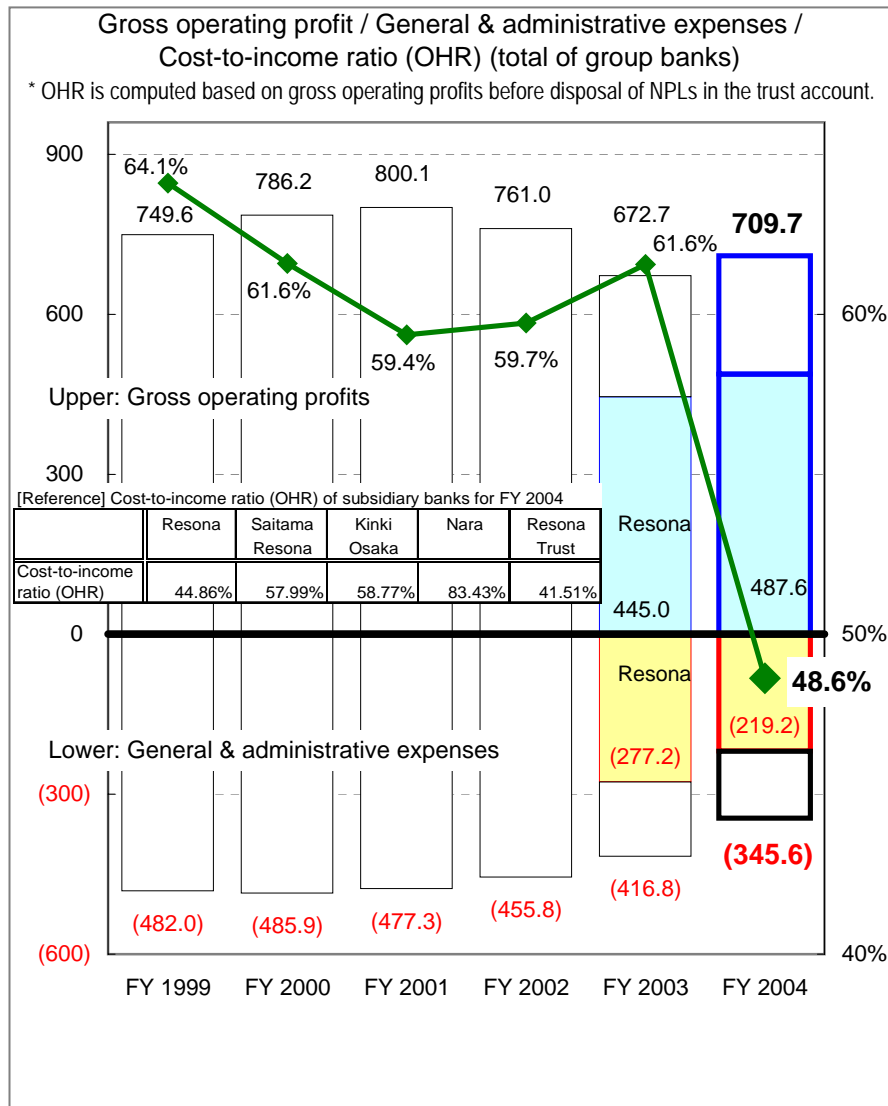
Fully accomplished "minimization of risk factors" -- Achieved the targets for NPL ratio, balance of stockholdings, etc.



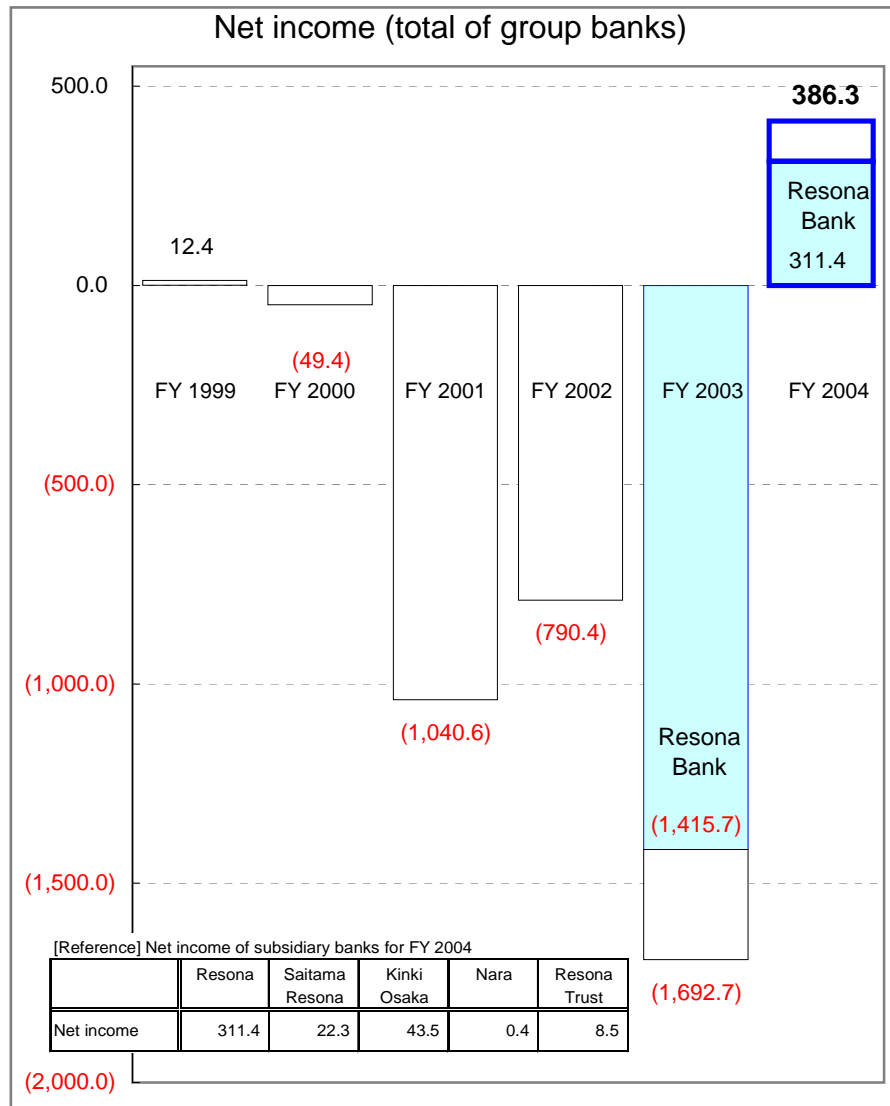
(Note) Amount less than 0.1 billion yen are rounded down

(Billions of yen)

Rectified high-cost structure
 Cost-to-income ratio (OHR) went below 50% for the first time



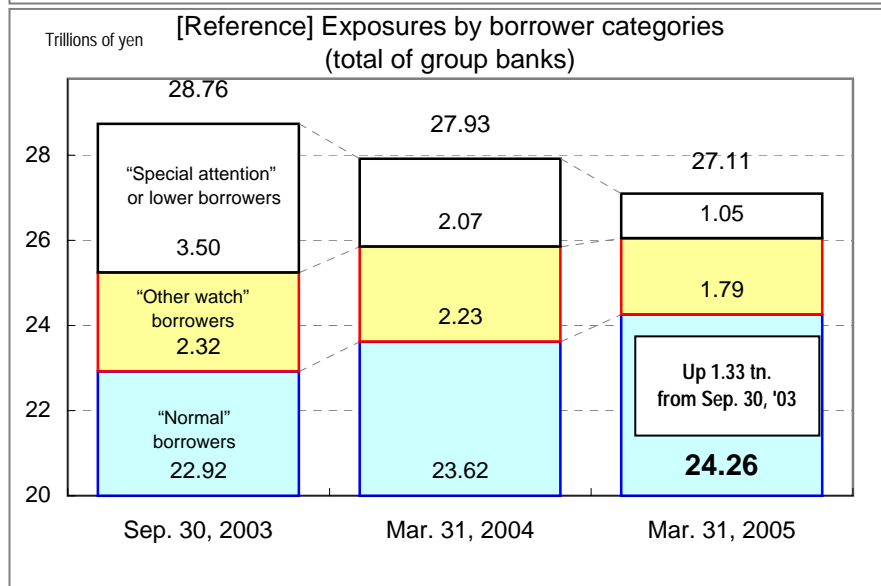
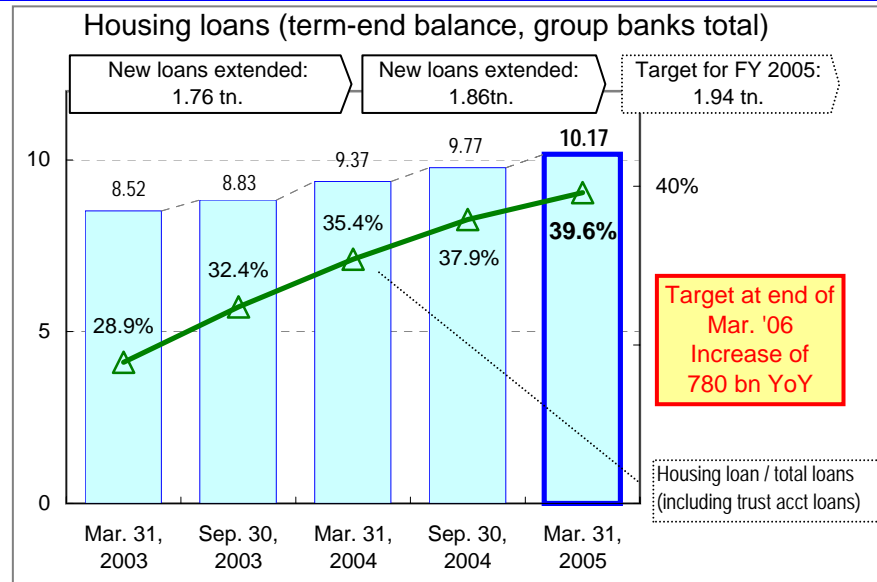
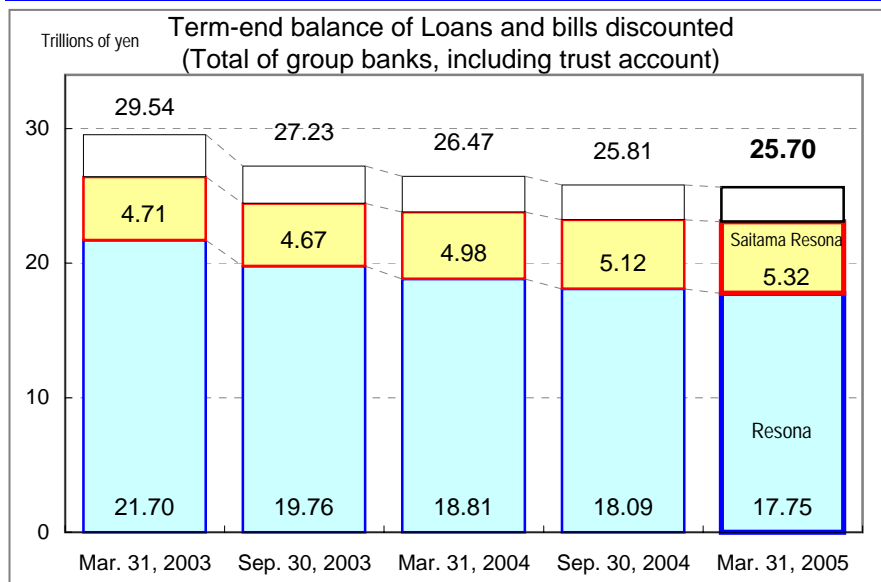
Posted net income significantly greater than plan target
 First profits since FY 1999 and highest profits ever achieved by the Group



(Note) Amount less than 0.1 billion yen are rounded down.

Loans and bills discounted (including trust account)

Soundness of assets significantly improved due to intensive revitalization efforts. Housing loans increased greatly through strengthening of marketing efforts.

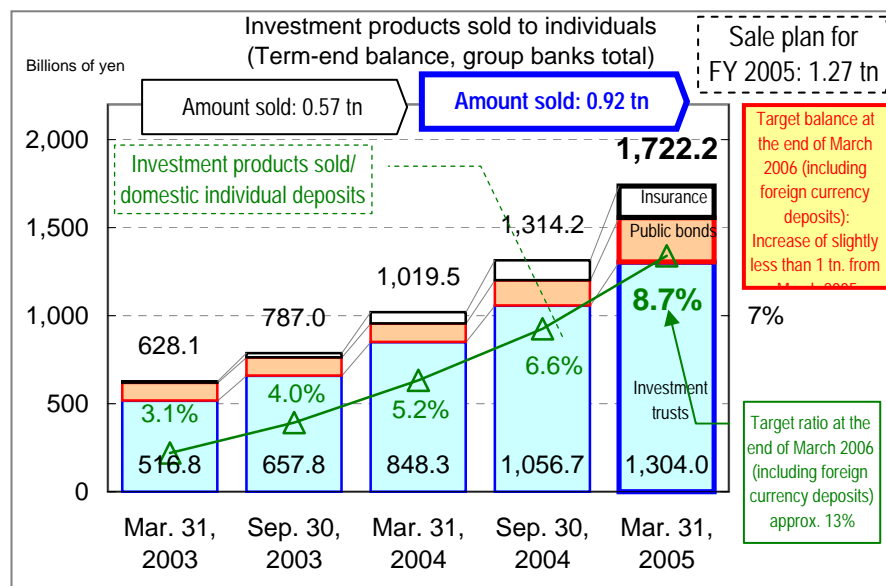
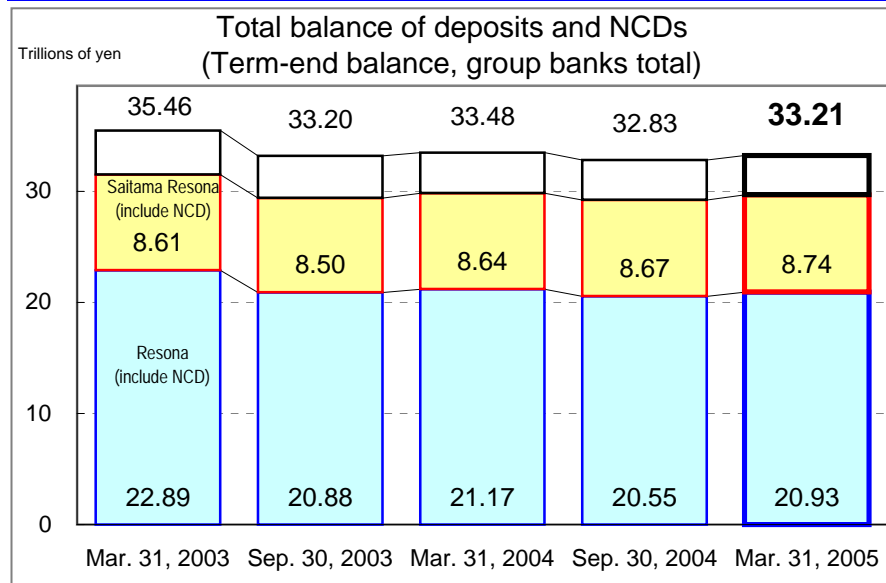


Breakdown of claims by exposure amount per borrower (Resona Bank)

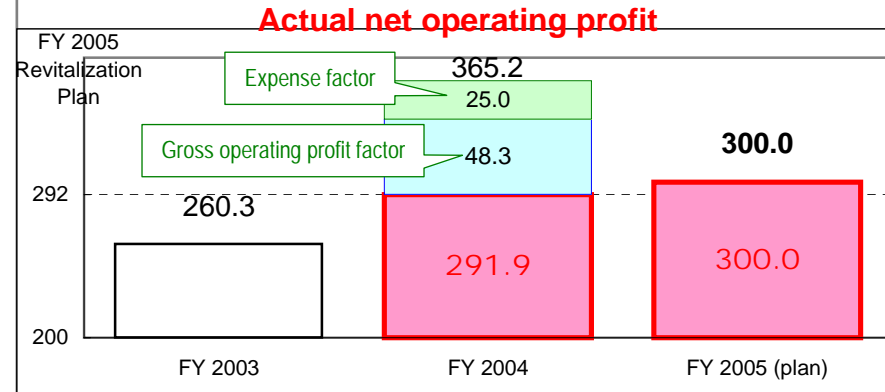
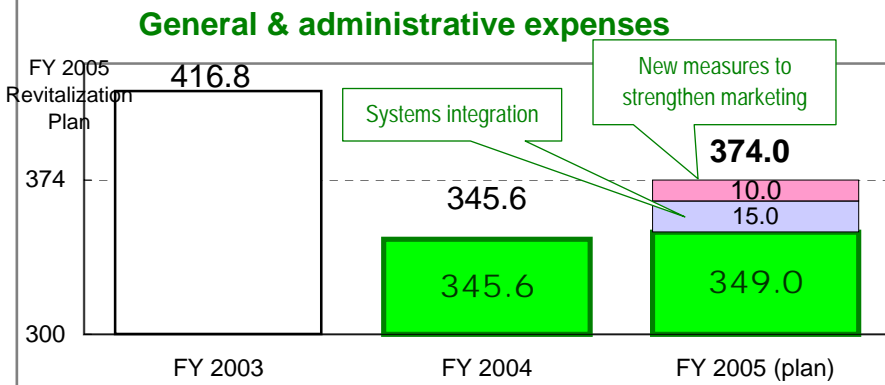
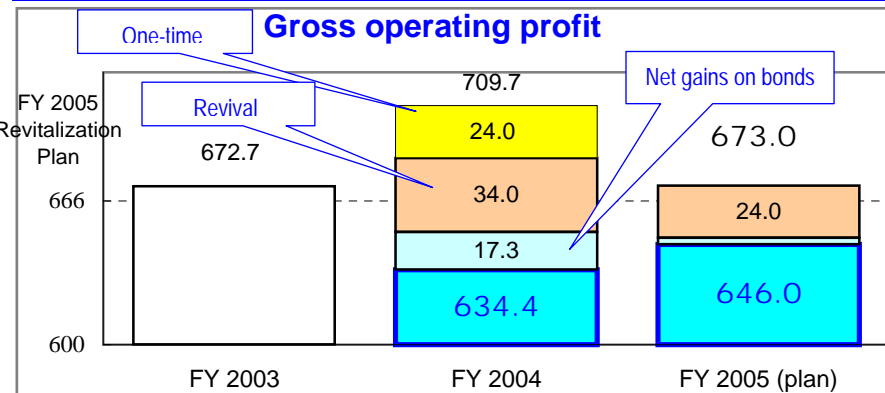
(Billions of yen)	Other watch borrowers	Special attention or lower borrowers	Total of other watch or lower borrowers	change from Sep. 30, 2003	change from Sep. 30, 2004
Y50 bil. or above	61.7	0.0	61.7	(791.5)	(122.1)
Y30 bil. to Y50 bil.	78.3	48.9	127.3	(663.3)	(115.6)
Y10 bil. to Y30 bil.	195.1	65.3	260.5	(244.9)	(101.9)
Total of Y10 bil. or above	335.2	114.3	449.6	(1,699.8)	(339.7)

(Note) Amounts less than 0.1 billion yen are rounded down

Deposits and Financial assets
Strengthen sales of investment products further



Outline of the earnings plan for fiscal 2005
Despite the falling of one-time gains, base earnings will grow



(Billions of yen)

Comparison of FY 2005 (forecasts) and FY 2004 (actual results) (Total of group banks)

	Forecasts for FY 2005	Results for FY 2004
Net income	205.0	(181.3)
Gross operating profits	See upper graph on the right-hand side of page 5	(36.7)
General & administrative expenses	See middle graph on the right-hand side of page 5	(28.4)
Credit-related expenses	Gains of 39.3 bn. => anticipates loss of 71.0 bn.	(110.3)
Extraordinary gains, net*	Primarily decrease of loss related to retirement benefit	+41.3
Other	Primarily decrease of gains on sale of stocks	(47.2)

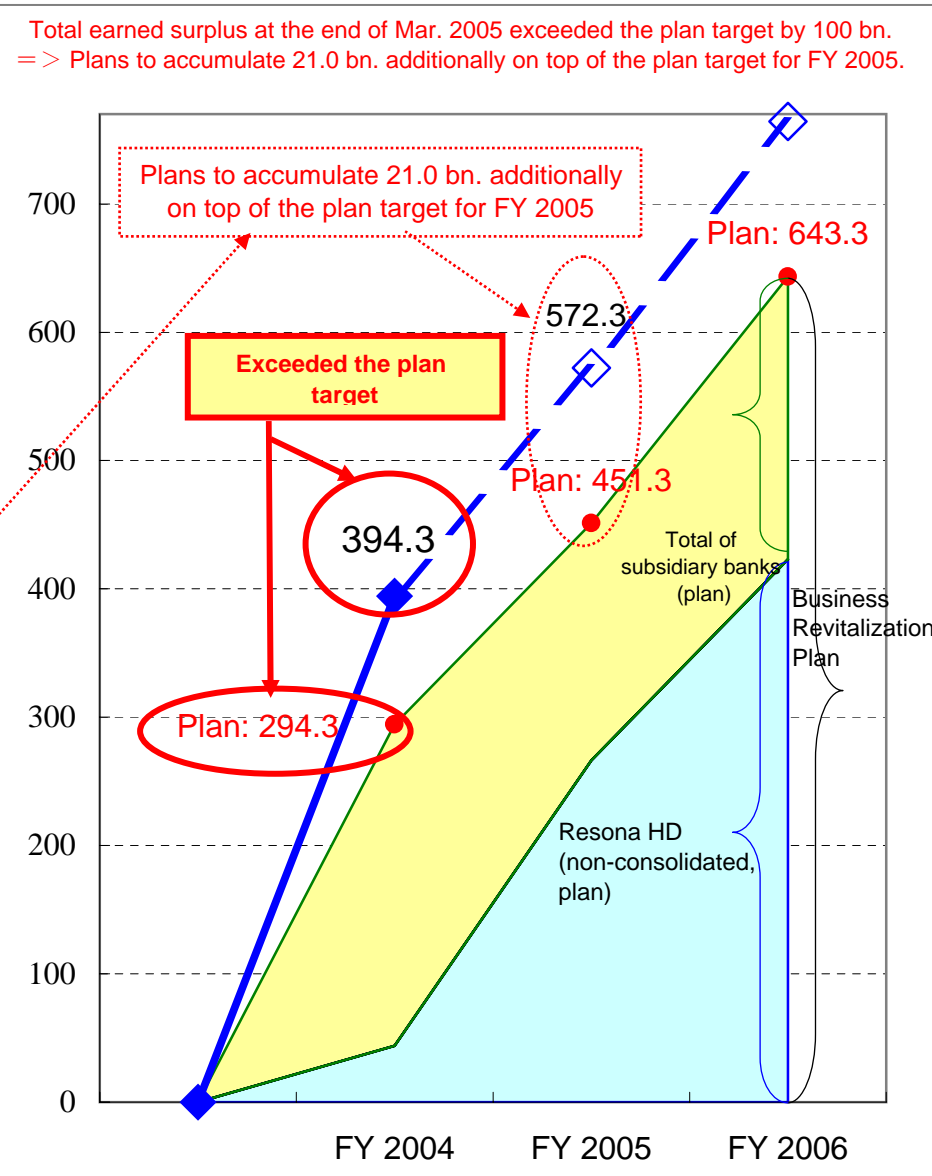
* (excluding gains from reversal of credit-related expenses)

Comparison of FY 2005 (forecasts) and Business Revitalization Plan (Total of group banks)

	Business Revitalization Plan (Group banks total)	Forecasts for FY 2005
Net income	184.0	+21.0
Gross operating profits		+7.0
General & administrative expenses		
Credit-related expenses	Revised from 76.0 bn. to 71.0 bn.	+5.0
Extraordinary gains, net*	Related to systems integration	(5.0)
Other	Due to changes in the accounting standard for retirement benefit	+14.0

* (excluding gains from reversal of credit-related expenses)

Total earned surplus (Total of Resona HD and its subsidiary banks)

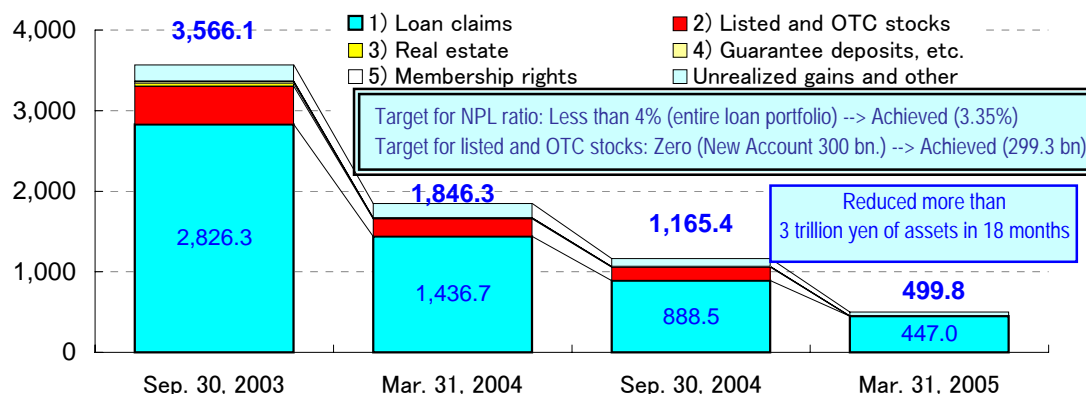


Resona Bank's "separation of accounts on an administrative accounting basis" was terminated

With regard to the "separation of accounts on an administrative accounting basis" which Resona Bank implemented in accordance with the Financial Revitalization Program, Resona Bank regards the objectives for the separation of accounts were almost fully achieved and thus terminated the separation of accounts effective on March 31, 2005, which is the last day of the Intensive Revitalization Period.

Resona Bank is fully committed to making the best use of the know-how which it developed through the period of account separation to further strengthen its loan screening and credit exposure management and enhancing its financial soundness further. (Organizational change planned in July 2005)

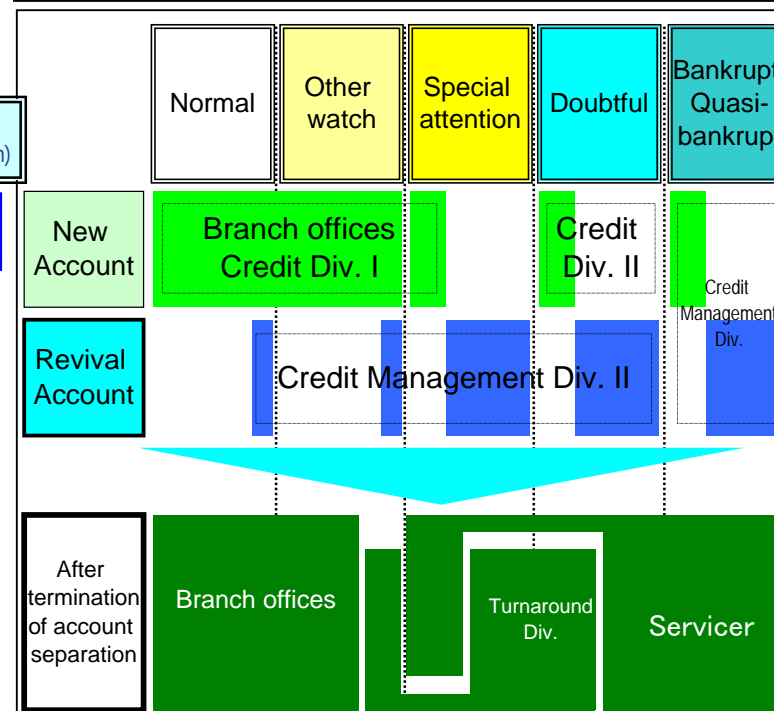
Reduction in the balance of assets in the Revival Account



1. Loan claims (398.5 bn), securities (117.8 bn) and guarantee deposits (1.2 bn), which were reclassified upward as claims to "normal" and "other watch" borrowers after the account separation date, are not included in the figures reported.
2. Listed and OTC stocks are stated in their book value
3. The balance of real estate includes idle assets and those assets that are planned to be abolished
4. Guarantee deposits include only such deposits for the items that are planned to be abolished.

(Billions of yen)	Sep. 30, 2003	Mar.31, 2004	Mar.31, 2005	Change from Sep. 30, 2003
NPLs and similar assets	2,943.6	1,533.5	448.5	(2,495.1)
Assets to be sold in near future	591.8	282.2	22.3	(569.4)
Net unrealized gain under standard method	30.6	30.5	29.0	(1.6)
Total assets in the Revival Account	3,566.1	1,846.3	499.8	(3,066.2)
1) Loan assets	2,826.3	1,436.7	447.0	(2,379.2)
2) Listed and OTC stocks	474.8	218.3	-	(474.8)
3) Real estate (idle property)	34.0	5.9	1.1	(32.8)
4) Guarantee deposits (abolition)	27.0	7.4	2.6	(24.4)
5) Membership rights	2.0	1.4	0.7	(1.2)

New organizational framework for credit screening and management



Performance of the New Account

(Billions of yen)	2H of FY '03	1H of FY '04	2H of FY '04
Actual net operating profit a)	71.3	127.3	114.2
ROA (R = Actual net operating profit) b)	0.51%	0.94%	0.83%
Adjusted core net operating profit c)	70.6	103.7	107.2

a) Net operating profits before transfer to general reserve for possible loan losses and NPL disposal in the trust account b) Denominator is total assets (average balance) c) Actual net operating profit – net gains on bonds – dividends received from subsidiaries

II. Outline of Financial Results for FY 2004

(Billions of yen)	Resona Holdings (Consolidated)
Consolidated gross operating profit (1)	763.1
General & administrative expenses (2)	(382.0)
Total of (1) + (2)	381.0
Provision to general reserve	-
Non-recurring profit/(loss), net	15.4
Disposal of problem loans	82.0
Gain/(loss) on stocks	91.0
Other non-recurring profit/(loss)	6.4
Ordinary profit/(loss)	396.4
Extraordinary profit/(loss), net	(6.9)
Gains from reversal of loan loss reserves	41.6
Income/(loss) before income taxes	389.5
Income taxes, current and deferred	(23.9)
Net income	365.5

(Billions of yen)	Total of five banks	Resona Bank	Saitama Resona Bank	Kinki Osaka Bank	Nara Bank	Resona Trust & Banking
Gross operating profit	709.7	487.6	123.9	70.1	3.8	24.2
General & administrative expenses	345.6	219.2	71.8	41.2	3.1	10.0
Actual net operating profit *1	365.2	269.4	52.0	28.9	0.6	14.1
Provision to general reserve*3	(2.4)	-	(2.4)	-	-	-
Non-recurring profit/(loss), net	(49.3)	(31.9)	(11.5)	(5.3)	(0.4)	(0.0)
Disposal of problem loans	85.2	60.7	17.2	6.7	0.5	-
Gain/(loss) on stocks	45.1	45.9	0.4	(1.3)	(0.0)	-
Other non-recurring profit/(loss)	(9.2)	(17.1)	5.1	2.6	0.0	(0.0)
Ordinary profit/(loss)	317.2	236.4	42.9	23.5	0.1	14.1
Extraordinary profit/(loss), net	74.9	63.4	(1.7)	12.8	0.4	(0.0)
Gains from reversal of loan loss reserves	123.2	108.6	0.7	13.4	0.4	-
Income / (loss) before income taxes	392.1	299.9	41.2	36.3	0.5	14.0
Income taxes, current and deferred	(5.8)	11.5	(18.8)	7.2	(0.1)	(5.5)
Net income	386.3	311.4	22.3	43.5	0.4	8.5

*1 Actual net operating profit: Net operating profit before provision to general reserve for possible loan losses and expenses related to problem loan disposal in the trust account.

Consolidated credit related expenses *2*3	41.5	Credit related expenses *2*3	(39.3)	(46.7)	13.9	(6.7)	0.1
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*2 Total of NPL disposal expenses in the trust account (an item to be deducted from gross operating profit), transfer to general reserve for possible loan losses, expenses for disposal of problem loans (non-recurring item) and gains from reversal of loan loss reserves (extraordinary item).

*3 Negative figures indicate gains from reversal of credit-related expenses incurred in past fiscal years.

(Billions of yen)	Resona Holdings (Non-consolidated)
Operating income	74.5
Dividend received from subsidiaries	63.4
Ordinary profit/(loss)	56.5
Extraordinary profit/(loss)	(12.0)
Net income/(loss)	44.5

	Resona Holdings (Consolidated)	Resona Bank	Saitama Resona Bank	Kinki Osaka Bank	Nara Bank	Resona Trust & Banking
Consolidated capital adequacy ratio (provisional)	9.74%	8.83%		8.15%		
Tier I ratio	5.27%	5.46%		5.52%		
Non-consolidated capital adequacy ratio (provisional)		9.62%	8.29%	8.17%	6.47%	127.94%
Tier I ratio		6.02%	4.60%	5.53%	5.17%	127.94%

Note: Amounts less than 0.1 billion yen are rounded down.

III. Actual Net Operating Profit

(Reported herein are the non-consolidated figures of subsidiary banks)

(Billions of yen)	Total of five banks		Resona		Saitama Resona		Kinki Osaka		Nara	Resona Trust
	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	FY '04
Actual net operating profit *1	365.2	104.9	269.4	97.1	52.0	12.1	28.9	(2.9)	0.6	14.1

*1 Actual net operating profit: Net operating profit before provision to general reserve for possible loan losses and expenses related to problem loan disposal in the trust account.

	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03
Gross operating profit	709.7	37.0	487.6	42.5	123.9	11.5	70.1	(15.4)	3.8	24.2
Net interest income	538.1	(6.0)	365.9	(9.0)	105.9	8.7	62.8	(5.7)	3.3	
Fees and commissions income	72.3	0.7	54.7	(0.1)	16.8	3.0	3.9	(0.7)	0.4	
Trading income and gains on foreign exchange	44.6	16.3	43.2	16.2	0.7	(0.0)	0.6	0.1	-	
Bond-related income	17.3	23.9	12.8	31.0	1.6	2.0	2.7	(9.1)	0.0	

	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04
Loans and bills discounted (Avg. Bal.)*2	25,532.7	(1,728.7)	17,877.5	(1,626.3)	5,078.8	382.8	2,440.0	(273.5)	136.2
Loan-to-deposit margin (domestic operation)	1.95%	0.00%	1.89%	0.02%	1.99%	-0.07%	2.31%	-0.04%	2.30%
Interest on loans and bills discounted	2.04%	-0.01%	1.97%	0.00%	2.07%	-0.10%	2.43%	-0.05%	2.40%

*2 Figures are based on totals of four group banks excluding Resona Trust & Banking. Average balance of loans and bills discounted for Resona Bank includes only its banking account. (Trust account is not included.)

	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04
<Reference> Balance of investment trust *3	1,290.3	441.9	639.7	186.4	402.5	178.3	233.3	71.7	14.6

*3 Balance of investment trusts sold to individual customers. Balance is shown in total of public bond investment trusts, equity investment trusts and foreign investment trusts in market prices prevailing at the end of each period.

Figures are based on totals of four group banks excluding Resona Trust & Banking.

	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	Change from FY '03	FY '04	FY '04
General & administrative expenses	345.6	(71.1)	219.2	(57.9)	71.8	(0.6)	41.2	(12.5)	3.1	10.0
Personnel expenses	111.1	(12.6)	67.8	(9.6)	21.7	1.5	16.2	(4.5)	1.2	3.9
Non-personnel expenses	213.5	(53.7)	138.5	(43.3)	44.9	(2.7)	22.2	(7.4)	1.7	5.9

Note: Amounts less than 0.1 billion yen are rounded down.

IV. Credit-related Costs

Resona Holdings, Inc.

(Reported herein are the non-consolidated figures of subsidiary banks)

(Billions of yen)	Total of 4 banks		Resona		Saitama Resona		Kinki Osaka		Nara
	FY '04	2H of FY '04	FY '04	2H of FY '04	FY '04	2H of FY '04	FY '04	2H of FY '04	FY '04
Total credit-related expenses	(39.3)	(21.5)	(46.7)	(31.5)	13.9	9.8	(6.7)	0.3	0.1
Disposal in the trust account	1.1	0.2	1.1	0.2	-	-	-	-	-
Provision to general reserve *1	(87.3)	23.8	(77.0)	26.7	(2.4)	0.7	(7.1)	(2.9)	(0.7)
NPL disposal *2	46.9	(45.7)	29.2	(58.5)	16.4	9.1	0.4	3.3	0.8
Base credit-related expenses *3	110.1	73.9	87.0	56.2	12.4	10.0	10.5	7.8	0.1
Assistance for revitalization and upgrading of borrowers *4	(61.6)	(39.8)	(56.5)	(36.5)	(2.1)	(1.7)	(2.8)	(1.5)	(0.0)
Collection, off-balancing and other *5	(87.8)	(55.6)	(77.2)	(51.1)	3.6	1.5	(14.3)	(6.0)	0.0

*1 For the sake of comparability with the numbers for past periods, the reported figure includes an extraordinary gain from a reversal of general reserve for possible loan losses. Breakdown of such reversal of loan loss reserves is shown in page 12.

*2 In the same way with the note. 1 above, the reported figure includes NPL disposal expenses (non-recurring item) and extraordinary gains from reversals of specific reserve for possible loan losses and special reserve for certain overseas loans and also gains from recoveries of written-off claims.

*3 Reported figure includes the effects in relation to the borrowers which were reclassified downward as "special attention" or lower categories in the 1st and 2nd half of FY 2004 and also the additions (of reversals) of general reserve for possible loan losses provided for the borrowers to which the discounted cash flow method is not applied.

*4 Reported figure includes the effects in relation to the borrowers which were reclassified upward as "special attention" or higher categories in the 1st and 2nd half of FY 2004 and the effects from certain large borrowers (30 bn. yen and higher) to which group banks provided loan loss reserves with a view to providing necessary assistance for their early revitalization.

*5 The presented figure includes the amounts in relation to the loans collected, off-balancing of claims such as loans sold in bulk, changes in the appraisal values of collateral, and reversal of general reserve for possible loan losses.

V. Claims disclosure according to the Financial Reconstruction Law

<Reference> The NPL ratio as of the end of March 2002 on a total of the former Daiwa Bank and former Asahi Bank was 10.13%. (The same ratio on a total of four banks was 10.28%). The NPL ratio on a total of Resona Bank and Saitama Resona Bank declined to 3.04% as of the end of March 2005.

(Billions of yen)	Total of four banks		Resona Bank*2		Saitama Resona Bank		Kinki Osaka Bank		Nara Bank	
	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004
Unrecoverable or valueless claims	97.5	(106.1)	57.4	(71.1)	12.4	(6.4)	25.8	(28.2)	1.8	(0.3)
Risk claims	401.4	(397.4)	269.4	(348.2)	44.3	(16.3)	83.4	(33.1)	4.2	0.2
Special attention loans	419.8	(461.6)	309.9	(432.5)	49.3	(23.9)	59.0	(3.4)	1.4	(1.7)
Total classified claims (NPL)	918.8	(965.2)	636.8	(851.8)	106.2	(46.7)	168.3	(64.8)	7.4	(1.7)
NPL ratio *1	3.39%	-3.35%	3.35%	-4.04%	1.96%	-1.06%	6.62%	-2.32%	5.08%	-1.57%

*1 NPL ratio = Classified claims under the Financial Reconstruction Law criteria/Total claims

*2 Figures for Resona Bank are shown in total of banking and trust accounts

Projected NPL ratios (FRL criteria) at Mar. 31, 2006

upper 2% range

upper 2% range

upper 1% range

middle of 4% range

*Nara Bank plans to merge with Resona Bank in January 2006

VI. Reserve Ratios by Borrower Categories

(Reported herein are the non-consolidated figures of subsidiary banks)

(Billions of yen)	Total of four banks		Resona Bank *1		Saitama Resona Bank		Kinki Osaka Bank		Nara Bank	
	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004
Bankrupt and effectively bankrupt borrowers	100.0%	-	100.0%	-	100.0%	-	100.0%	-	100.0%	-
Outstanding exposure *2	97.5	(106.1)	57.4	(71.1)	12.4	(6.4)	25.8	(28.2)	1.8	(0.3)
Collateral and guarantees	91.1%	0.9%	88.3%	-4.8%	97.2%	4.9%	94.0%	11.2%	95.7%	10.5%
Reserve ratio *3	8.9%	-0.9%	11.7%	4.8%	2.8%	-4.9%	6.0%	-11.2%	4.3%	-10.5%
Reserve ratio against the uncovered portion	100.0%	-	100.0%	-	100.0%	-	100.0%	-	100.0%	-
Doubtful borrowers	97.2%	4.2%	97.0%	5.2%	97.9%	4.4%	97.6%	-1.4%	93.5%	1.5%
Outstanding exposure	401.4	(397.4)	269.4	(348.2)	44.3	(16.3)	83.4	(33.1)	4.2	0.2
Collateral and guarantees	45.8%	10.8%	36.2%	7.2%	68.6%	5.4%	64.1%	12.6%	61.7%	5.0%
Reserve ratio *3	51.4%	-6.6%	60.8%	-2.0%	29.3%	-1.1%	33.5%	-14.0%	31.7%	-3.5%
Reserve ratio against the uncovered portion	94.8%	5.6%	95.3%	6.8%	93.4%	10.9%	93.4%	-4.6%	82.9%	1.5%
Special attention borrowers	76.2%	5.7%	74.5%	7.3%	72.6%	-6.0%	89.7%	-6.7%	73.4%	-12.9%
Outstanding exposure	557.9	(516.4)	417.4	(473.6)	66.9	(29.4)	71.7	(11.1)	1.7	(2.3)
Collateral and guarantees	45.5%	6.1%	44.3%	8.3%	49.8%	-9.7%	48.9%	-3.0%	45.3%	-14.4%
Reserve ratio *3	30.7%	0.4%	30.2%	-0.9%	22.8%	3.7%	40.8%	-3.7%	28.1%	1.5%
Reserve ratio against the uncovered portion	56.3%	5.0%	54.2%	5.6%	45.4%	-1.8%	79.8%	-12.7%	51.3%	-14.6%
Other watch borrowers	56.6%	4.5%	52.7%	5.7%	56.8%	-3.6%	76.0%	-0.7%	66.6%	6.1%
Outstanding exposure	1,798.4	(439.7)	1,292.5	(455.2)	243.2	53.7	250.2	(36.6)	12.4	(1.6)
Collateral and guarantees	51.8%	3.7%	47.1%	4.3%	54.4%	-3.3%	72.9%	-0.9%	65.4%	6.3%
Reserve ratio *3	4.8%	0.9%	5.6%	1.4%	2.4%	-0.3%	3.0%	0.2%	1.1%	-0.2%
Normal borrowers*3	0.13%	0.0%	0.15%	0.0%	0.02%	0.0%	0.21%	0.0%	0.17%	-0.1%
Outstanding exposure	24,261.3	638.1	16,983.0	235.4	5,039.2	346.4	2,111.9	43.8	127.0	12.4
[Reference] Total Claims	27,116.7	(821.6)	19,019.9	(1,112.7)	5,406.3	347.9	2,543.2	(65.2)	147.2	8.3

*1 Reserve ratio of Resona Bank includes its banking and trust accounts.

*2 Reported amounts are after partial direct write-off.

*3 Reserve ratio = Amount of loan loss reserves provided for each borrower category / Outstanding exposure amount for each borrower category

Reserve ratio against the uncovered portion = Amount of loan loss reserves provided for each borrower category / (Outstanding exposure amount for each borrower category - Amount of the portion covered by collateral, guarantees, etc.)

Note: Amounts less than 0.1 billion yen are rounded down.

VII. Breakdown of Extraordinary Profit/(Loss)

(Reported herein are the non-consolidated figures of subsidiary banks)

(Billions of yen)	Total of 4 banks	Resona	Saitama Resona	Kinki Osaka	Nara	
Extraordinary profit /(loss), net	74.9	63.4	(1.7)	12.8	0.4	
Gains from reversal of credit related expenses	123.2	108.6	0.7	13.4	0.4	
Gains from reversal of loan loss reserves	103.0	93.3	-	9.4	0.2	If a sum of reversals of the three loan loss reserves is positive, such net reversal amount is accounted for as an extraordinary profit.
General reserve for possible loan losses	84.9	77.0	-	7.1	0.7	
Specific reserve for possible loan losses	17.6	15.7	-	2.3	(0.4)	
Special reserve for certain overseas loans	0.5	0.5	-	-	-	
Gains from recoveries of written-off claims	20.1	15.2	0.7	3.9	0.1	
Loss in relation to retirement benefit, net	(42.9)	(42.7)	(0.0)	(0.1)	-	Lump sum amortization of the unfunded retirement benefit liabilities in connection with the reduction in pension benefits. (1H of FY '04)
Other extraordinary profit/(loss), net	(5.3)	(2.3)	(2.4)	(0.4)	0.0	Gains from sales of real estate assets, impairment loss and others

VIII. Deferred Tax Assets

(Reported herein are the non-consolidated figures of subsidiary banks)

(Billions of yen)	Total of four banks		Resona Bank		Saitama Resona Bank		Kinki Osaka Bank		Nara Bank	
	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004	Mar. 31, 2005	Change from Mar. 31, 2004
Deferred tax assets <net of DTA and DTL> [(1)+(2)]	46.1	(4.6)	32.0	18.5	3.5	(27.3)	10.6	4.2	(0.0)	(0.1)
Exemplification category No. (JICPA's guideline)	Consolidated: No.4 Exceptional (1 year)		No.4 Exceptional (1 year)		No.4 Exceptional (5 years)		No.4 (1 year)		No.4 (1 year)	

Exemplification category No.: Exemplification categories defined in the JICPA's Accounting Committee Report No.66 (November 9, 1999)

a) Total deferred tax assets	176.6	(2.2)	129.0	7.6	31.2	(17.0)	16.3	7.2	-	(0.1)
Of which, valuation allowance	(1,648.6)	141.6	(1,450.7)	123.2	(13.8)	(3.8)	(180.7)	22.1	(3.3)	0.1
b) Deferred tax liabilities (other than (2) below) *1	(29.7)	2.0	(21.6)	3.7	(8.1)	(1.6)	-	-	-	-
(1) Net deferred tax assets [(a)+(b)] *2	146.9	(0.1)	107.4	11.3	23.0	(18.7)	16.3	7.2	-	(0.1)
(2) Deferred tax liabilities (unrealized difference) *3	(100.7)	(4.4)	(75.4)	7.1	(19.5)	(8.6)	(5.7)	(3.0)	(0.0)	(0.0)

*1 Deferred tax liabilities in relation to the gains on establishment of retirement benefit trust.

*2 Net of a) total deferred tax assets and b) deferred tax liabilities

*3 Deferred tax liabilities in relation to the net gains on securities available for sale ("other securities")

X. Earnings Estimates for Fiscal Year Ending March 2006

(Billions of yen)	Resona Holdings (Consolidated)	
	1st half estimate	Full year estimate
Ordinary income	470.0	950.0
Ordinary profit	120.0	230.0
Net (interim) income	110.0	200.0

Estimate for consolidated capital adequacy ratio of Resona HD at the end of fiscal 2005	approx. 9%
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(Billions of yen)	Resona Holdings (Non-consolidated)	
	1st half estimate	Full year estimate
Operating income	220.0	320.0
Ordinary profit	210.0	300.0
Net (interim) income	210.0	300.0

Forecast for term-end per share dividend on common stock	Not yet determined
Forecast for term-end per share dividend on preferred stock *	As pre-determined

*Pre-determined dividends for preferred securities will also be paid.

[Reference] Non-consolidated earnings estimates of subsidiary banks

(Billions of yen)	Total of Five Banks			Resona	Saitama Resona	Kinki Osaka	Resona Trust
	1st half estimate	Full year estimate approx. figure	Business Revitalization Plan	Full year estimate	Full year estimate	Full year estimate	Full year estimate
Gross operating profit	327.0	673.0	666.0	450.0	127.5	68.0	23.0
General & administrative expenses	(180.0)	(374.0)	(374.0)	(243.0)	(74.5)	(42.0)	(11.5)
Actual net operating profit	148.0	300.0	292.0	208.0	53.0	26.0	11.5
Ordinary profit/(loss)	120.0	227.0	196.0	160.0	39.5	16.0	11.5
Extraordinary profit/(loss), net	(3.0)	(7.0)	(2.0)	(6.0)	(1.0)	(0.0)	-
Income/(loss) before income taxes	117.0	220.0	194.0	154.0	38.5	16.0	11.5
Net (interim) income/(loss)	110.0	205.0	184.0				

Resona Group started applying consolidated tax return system from fiscal year 2005
Nara Bank plans to merge with Resona Bank in January 2006

*Total credit-related expenses	37.0	71.0	76.0	53.0	9.0	8.0
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[Consolidated] [Non-consolidated] [Consolidated] [Non-consolidated]

Estimate for capital adequacy ratios at the end of fiscal 2005

lower 8%	lower 8%	approx. 8%	approx. 120%
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Note: Amounts less than 0.1 billion yen are rounded down.