



# Resona Holdings, Inc.

Consolidated Financial Results for the First Quarter of Fiscal Year 2020  
(Three months ended June 30, 2020/ Unaudited)  
<under Japanese GAAP>



Code number: 8308 Stock exchange listings: Tokyo  
URL: <https://www.resona-gr.co.jp/holdings/english/index.html>  
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Quarterly securities report issuing date: August 7, 2020 Dividends payment date: -  
Supplemental information for the financial results: Available Trading accounts: Established  
Quarterly investor meeting presentation: Scheduled (for institutional investors and analysts)

Note: Amounts of less than one million yen are rounded down.

## 1. Consolidated Financial Results for the First Quarter of Fiscal Year 2020 (April 1, 2020- June 30, 2020)

(1) Consolidated Operating Results (% represents the change from the previous fiscal year)

	Ordinary Income		Ordinary Profits		Net Income Attributable to Owners of Parent	
	Million yen	%	Million yen	%	Million yen	%
1Q of FY2020	182,750	( -8.1 )	31,769	( -37.3 )	21,821	( -40.6 )
1Q of FY2019	198,839	( 0.2 )	50,702	( 9.1 )	36,706	( -47.5 )

Note: Comprehensive Income: 1Q of FY2020: 111,125 million yen (1,939.3%) 1Q of FY2019: (6,041) million yen (-107.2%)

	Net Income per Share of Common Stock	Diluted Net Income per Share of Common Stock
	Yen	Yen
1Q of FY2020	9.49	9.49
1Q of FY2019	15.89	15.89

## (2) Consolidated Financial Conditions

	Total Assets	Net Assets	Net Assets Attributable to Stockholders to Total Assets Ratio
	Million yen	Million yen	%
June 30, 2020	63,541,920	2,401,198	3.4
March 31, 2020	60,512,454	2,316,543	3.4

(Reference) Net Assets Attributable to Stockholders: June 30, 2020: 2,164,031 million yen March 31, 2020: 2,078,335 million yen

Note: Net Assets Attributable to Stockholders to Total Assets Ratio is calculated at (Net assets at fiscal year-end minus Stock acquisition rights at fiscal year-end minus Non-controlling interests at fiscal year-end) divided by Total assets at fiscal year-end. This ratio is not capital adequacy ratio defined in the "Notification on Consolidated Capital Adequacy."

## 2. Dividends on Common Stock

	Dividends per Share				
	1st Quarter-end	2nd Quarter-end	3rd Quarter-end	Fiscal Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2019	-	10.50	-	10.50	21.00
FY2020	-	-	-	-	-
FY2020(Forecast)	-	10.50	-	10.50	21.00

Note: Revision of forecasts for dividends from the latest announcement: No

## 3. Earnings Targets for Fiscal Year 2020 (April 1, 2020 - March 31, 2021)

(% represents the change from the previous fiscal year)

	Net Income Attributable to Owners of Parent		Net Income per Share of Common Stock
	Million yen	%	Yen
FY2020 (Full year)	120,000	( -21.3 )	52.21

Notes: 1. Revision of earnings targets from the latest announcement: No

2. The Group provides financial services, including credit card administration, etc. in addition to the banking and trust asset management and a variety of uncertainty caused by the economic environment, such as a negative interest rate introduced by the Bank of Japan, spread of COVID-19, exists in the financial operation. Therefore, the Company discloses "Earnings targets" instead of "Earnings forecasts."

#### 4. Other

- (1) Changes in significant subsidiaries during the period : No  
     New : Not applicable  
     Excluded : Not applicable
- (2) Adoption of any particular accounting methods for quarterly consolidated financial statements: No
- (3) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements  
     A) Changes due to revision of accounting standards : No  
     B) Changes due to other reasons : No  
     C) Changes in accounting estimates : No  
     D) Restatements : No
- (4) Number of Shares of Common Stock Outstanding  
     A) Total outstanding shares including treasury stock at the end of the period  
         June 30, 2020 : 2,302,411,491 shares  
         March 31, 2020 : 2,324,118,091 shares  
     B) Treasury stock at the end of the period  
         June 30, 2020 : 4,016,592 shares  
         March 31, 2020 : 26,619,119 shares  
     C) Average outstanding shares during the period  
         1Q of FY2020 : 2,297,754,588 shares  
         1Q of FY2019 : 2,309,810,178 shares

Note: Treasury stock at the end of the period included the stocks owned by ESOP-type Stock Benefit Trust for the Employee Shareholding Association.  
     June 30, 2020 : 3,025,100 shares  
     March 31, 2020 : 3,922,300 shares

Forecasted average number of shares of common stock (excluding treasury stock): 2,298,275,072 shares

Note: Status of the quarterly review process

This report is out of the scope of the external auditor's review procedure which is required by "Financial Instruments and Exchange Act."

Note: Disclaimer regarding Forward-looking Statements

This report contains forward-looking statements, which are based on the information currently available and certain assumptions the Company considers to be reasonable. Risks, uncertainties and other factors may cause actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements. Resona Holdings does not revise the full year targets announced in May 2020, at this point in time.

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## 1. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of yen)

	March 31, 2020	June 30, 2020
<b>Assets</b>		
Cash and due from banks	¥ 15,329,523	¥ 16,155,295
Call loans and bills bought	473,438	492,194
Receivables under securities borrowing transactions	—	221,911
Monetary claims bought	248,548	239,434
Trading assets	457,391	502,721
Securities	5,555,671	5,973,923
Loans and bills discounted	36,645,552	37,949,006
Foreign exchange assets	107,460	109,858
Leasing receivables and investments in leases	40,630	38,725
Other assets	964,312	1,181,673
Tangible fixed assets	369,790	366,821
Intangible fixed assets	49,770	49,566
Net defined benefit asset	32,510	32,864
Deferred tax assets	35,385	32,811
Customers' liabilities for acceptances and guarantees	362,725	366,552
Reserve for possible loan losses	(160,221)	(171,405)
Reserve for possible losses on investments	(35)	(36)
<b>Total Assets</b>	<b>¥ 60,512,454</b>	<b>¥ 63,541,920</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Deposits	¥ 52,909,979	¥ 55,425,698
Negotiable certificates of deposit	942,840	810,280
Call money and bills sold	69,636	146,541
Payables under repurchase agreements	—	5,000
Payables under securities lending transactions	532,433	444,810
Trading liabilities	87,259	78,916
Borrowed money	769,930	1,524,698
Foreign exchange liabilities	5,076	5,345
Bonds	396,000	376,000
Due to trust account	1,316,807	1,187,723
Other liabilities	700,746	641,803
Reserve for employees' bonuses	17,509	7,629
Net defined benefit liability	22,709	21,408
Other reserves	38,209	36,649
Deferred tax liabilities	5,607	43,283
Deferred tax liabilities for land revaluation	18,439	18,379
Acceptances and guarantees	362,725	366,552
<b>Total Liabilities</b>	<b>58,195,910</b>	<b>61,140,722</b>
<b>Net Assets</b>		
Capital stock	50,472	50,472
Retained earnings	1,720,062	1,707,224
Treasury stock	(12,880)	(2,176)
<b>Total stockholders' equity</b>	<b>1,757,655</b>	<b>1,755,520</b>
Net unrealized gains on available-for-sale securities	306,196	398,718
Net deferred gains on hedges	16,619	14,807
Revaluation reserve for land	40,209	40,073
Foreign currency translation adjustments	(1,942)	(6,673)
Remeasurements of defined benefit plans	(40,402)	(38,414)
<b>Total accumulated other comprehensive income</b>	<b>320,680</b>	<b>408,511</b>
Stock acquisition rights	297	292
Non-controlling interests	237,910	236,874
<b>Total Net Assets</b>	<b>2,316,543</b>	<b>2,401,198</b>
<b>Total Liabilities and Net Assets</b>	<b>¥ 60,512,454</b>	<b>¥ 63,541,920</b>

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

[Consolidated Statements of Income]

(Millions of yen)

	First Quarter of FY2019 From April 1, 2019 to June 30, 2019	First Quarter of FY2020 From April 1, 2020 to June 30, 2020
<b>Ordinary income</b>	¥ 198,839	¥ 182,750
Interest income	116,420	105,870
Interest on loans and bills discounted	93,646	88,923
Interest and dividends on securities	13,781	10,847
Trust fees	4,558	4,492
Fees and commissions	53,319	48,984
Trading income	747	969
Other operating income	16,211	13,426
Other ordinary income	7,581	9,005
<b>Ordinary expenses</b>	148,137	150,980
Interest expenses	13,197	5,843
Interest on deposits	5,299	2,851
Fees and commissions	10,006	9,558
Trading expenses	66	36
Other operating expenses	8,483	3,635
General and administrative expenses	106,497	106,313
Other ordinary expenses	9,885	25,593
<b>Ordinary profits</b>	50,702	31,769
<b>Extraordinary gains</b>	931	791
Gains on disposal of fixed assets	931	791
<b>Extraordinary losses</b>	327	513
Losses on disposal of fixed assets	179	268
Impairment losses on fixed assets	147	244
<b>Income before income taxes</b>	51,306	32,048
Income taxes – current	8,322	8,398
Income taxes – deferred	5,125	502
Total income taxes	13,448	8,901
<b>Net income</b>	37,858	23,146
<b>Net income attributable to non-controlling interests</b>	1,151	1,325
<b>Net income attributable to owners of parent</b>	¥ 36,706	¥ 21,821

[Consolidated Statements of Comprehensive Income]

(Millions of yen)

	First Quarter of FY2019 From April 1, 2019 to June 30, 2019	First Quarter of FY2020 From April 1, 2020 to June 30, 2020
<b>Net income</b>	¥ 37,858	¥ 23,146
<b>Other comprehensive income</b>	(43,899)	87,979
Net unrealized gains (losses) on available-for-sale securities	(45,519)	95,761
Net deferred gains (losses) on hedges	(1,599)	(1,809)
Foreign currency translation adjustments	1,683	(8,123)
Remeasurements of defined benefit plans	1,525	2,128
Share of other comprehensive income of affiliates accounted for using the equity method	9	22
<b>Total comprehensive income</b>	¥ (6,041)	¥ 111,125
<b>Comprehensive income attributable to:</b>		
Owners of parent	¥ (7,353)	¥ 109,788
Non-controlling interests	1,312	1,337

**(3) Note on Going-Concern Assumption**  
**Not applicable**

**(4) Note for Significant Changes in the Amount of Stockholders' Equity**  
**For the First Quarter of Fiscal Year 2020 (April 1, 2020- June 30, 2020)**

(Millions of yen)

	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total stockholders' equity
Balance at the beginning of the fiscal year	¥ 50,472	¥ —	¥ 1,720,062	¥ (12,880)	¥ 1,757,655
Cumulative effect due to revision of accounting standards for foreign subsidiaries			(454)		(454)
Restated balance	50,472	—	1,719,607	(12,880)	1,757,200
Changes during the term					
Dividends paid			(24,164)		(24,164)
Net income attributable to owners of parent			21,821		21,821
Purchase of treasury stock				(0)	(0)
Disposal of treasury stock		(0)		501	501
Cancellation of treasury stock		(10,202)		10,202	—
Reversal of revaluation reserve for land			135		135
Change in ownership interest of parent due to transactions with non-controlling interests		26			26
Transfer from retained earnings to capital surplus		10,175	(10,175)		—
Total changes during the term	—	—	(12,383)	10,703	(1,680)
Balance at the end of the term	¥ 50,472	¥ —	¥ 1,707,224	¥ (2,176)	¥ 1,755,520

**[Reference]**

**Statement of Trust Assets and Liabilities**

<b>Assets</b>				
	<b>March 31, 2020</b>		<b>June 30, 2020</b>	
	Million yen	%	Million yen	%
Loans and bills discounted	¥ 20,258	0.07	¥ 19,364	0.07
Securities	10	0.00	20	0.00
Beneficiary rights	26,421,680	92.87	26,634,284	93.50
Securities held in custody account	18,480	0.06	18,164	0.06
Monetary claims	249,339	0.88	227,015	0.80
Tangible fixed assets	353,085	1.24	331,040	1.16
Intangible fixed assets	2,876	0.01	2,876	0.01
Other claims	6,081	0.02	6,052	0.02
Due from banking account	1,316,807	4.63	1,187,723	4.17
Cash and due from banks	61,985	0.22	59,757	0.21
Total assets	¥ 28,450,605	100.00	¥ 28,486,300	100.00

<b>Liabilities</b>				
	<b>March 31, 2020</b>		<b>June 30, 2020</b>	
	Million yen	%	Million yen	%
Money trusts	¥ 11,761,385	41.34	¥ 11,903,987	41.79
Pension trusts	2,492,350	8.76	2,398,651	8.42
Property formation benefit trusts	1,088	0.00	1,102	0.00
Securities investment trusts	13,008,876	45.73	13,039,799	45.78
Money entrusted, other than money trusts	284,816	1.00	292,285	1.03
Securities trusts	18,482	0.06	18,166	0.06
Monetary claims trusts	256,322	0.90	233,737	0.82
Land and fixtures trusts	20,058	0.07	6,072	0.02
Composite trusts	607,224	2.14	592,498	2.08
Total liabilities	¥ 28,450,605	100.00	¥ 28,486,300	100.00

Notes: 1. Figures in the above table exclude trusts whose monetary value cannot be reliably estimated.

2. Subsidiaries subject to aggregation are Resona Bank, Limited and Saitama Resona Bank, Limited.

## Reference Material for the First Quarter of FY2020

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Note 1: Figures reported herein are unaudited.

Note 2: Capital adequacy ratio will be announced soon after the calculation is completed.

[Total of group banks under Resona Holdings (Resona HD)]

Sum of non-consolidated figures for Resona Bank (including the trust account), Saitama Resona Bank, and total of banks under Kansai Mirai Financial Group

[Total of banks under Kansai Mirai Financial Group (KMFG)]

Sum of non-consolidated figures for Kansai Mirai Bank and Minato Bank



## 1. Statements of income

(1)Resona Holdings (Consolidated)

(Millions of yen)

		1Q FY 2020	Change	1Q FY 2019
<b>Ordinary income</b>	<b>1</b>	<b>182,750</b>	<b>(16,089)</b>	<b>198,839</b>
Gross operating profit	2	154,671	(4,833)	159,504
Interest income	3	100,027	(3,195)	103,223
Trust fees (after disposal of problem loans in the trust account)	4	4,492	(66)	4,558
<Disposal of problem loans in the trust account>	5	10	-	10
Fees and commissions	6	39,426	(3,885)	43,312
Trading income	7	932	251	681
Other operating income	8	9,791	2,063	7,728
Expenses(excluding non-recurring items)	9	(103,094)	863	(103,958)
Personnel expenses	10	(50,124)	239	(50,364)
Non-personnel expenses	11	(45,515)	705	(46,220)
Taxes	12	(7,455)	(81)	(7,373)
Actual net operating profit (2-5+9+19)	13	51,722	(3,946)	55,669
Provision to general reserve for possible loan losses	14	(4,243)	(9,573)	5,330
Other gains/(losses), net	15	(15,563)	(5,389)	(10,173)
Net gains/(losses) on stocks	16	857	(432)	1,290
Disposal of problem loans	17	(13,637)	(3,403)	(10,233)
Reversal of credit expenses	18	1,881	(408)	2,290
Equity in earnings of investments in affiliates	19	156	22	133
<b>Ordinary profit</b>	<b>20</b>	<b>31,769</b>	<b>(18,932)</b>	<b>50,702</b>
Extraordinary gains	21	791	(139)	931
Extraordinary losses	22	(513)	(185)	(327)
Income before income taxes	23	32,048	(19,257)	51,306
Income taxes - current	24	(8,398)	(76)	(8,322)
Income taxes - deferred	25	(502)	4,622	(5,125)
Net income	26	23,146	(14,711)	37,858
Net income attributable to non-controlling interests	27	(1,325)	(174)	(1,151)
Kansai Mirai Financial Group	28	(933)	120	(1,053)
<b>Net income attributable to owners of parent</b>	<b>29</b>	<b>21,821</b>	<b>(14,885)</b>	<b>36,706</b>
<b>Credit expense (5+14+17+18)</b>	<b>30</b>	<b>(15,989)</b>	<b>(13,386)</b>	<b>(2,602)</b>
Disposal of problem loans in the trust account	31	10	-	10
Provision to general reserve for possible loan losses	32	(4,243)	(9,573)	5,330
Write-off of loans	33	(3,172)	(1,434)	(1,737)
Provision to specific reserve for possible loan losses	34	(10,115)	(2,134)	(7,980)
Provision to special reserve for certain overseas loans	35	(0)	(0)	0
Other disposal of problem loans	36	(349)	165	(515)
Gains on recoveries of written-off loans	37	1,881	(408)	2,290

○ ROE

(%)

	1Q FY 2020	Change	1Q FY 2019
ROE based on net income attributable to owners of parent	4.98	(3.87)	8.85

Note:

$$\text{ROE} = \frac{\text{Net income attributable to owners of parent (1Q)} \times 365/91}{(\text{Total stockholders' equity at beginning of period} + \text{Total stockholders' equity at end of period})/2}$$

(2) Total of group banks under Resona HD, Non-consolidated figures of each bank (Millions of yen)

		Total of group banks under Resona HD [Non-consolidated]			Resona Bank		
		1Q		1Q	1Q		1Q
		FY 2020	Change	FY 2019	FY 2020	Change	FY 2019
Gross operating profit (2+5+7+8+9)	1	141,012	(4,887)	145,900	81,301	(2,123)	83,425
Interest income	2	98,305	(3,351)	101,657	51,343	(3,001)	54,344
Net interest income from domestic loans and deposits	3	84,076	(2,368)	86,445	42,700	(1,212)	43,912
Gains/(losses) on cancellation of investment trusts	4	1,226	799	427	(452)	(452)	-
Trust fees (after disposal of problem loans in trust account)	5	4,492	(66)	4,559	4,492	(66)	4,559
<Disposal of problem loans in the trust account>	6	10	-	10	10	-	10
Fees and commissions	7	27,939	(3,632)	31,572	17,082	(2,617)	19,700
Trading income	8	917	266	650	917	266	650
Other operating income	9	9,356	1,896	7,460	7,465	3,294	4,170
Net gains/(losses) on bonds	10	6,958	314	6,643	5,895	2,311	3,583
Expenses (excluding non-recurring items and amortization of goodwill)	11	(96,913)	1,196	(98,110)	(51,550)	629	(52,179)
Personnel expenses	12	(43,493)	771	(44,264)	(21,963)	203	(22,167)
Non-personnel expenses	13	(46,353)	498	(46,852)	(25,902)	431	(26,333)
Taxes	14	(7,066)	(72)	(6,994)	(3,685)	(5)	(3,679)
Actual net operating profit (excluding amortization of goodwill) (1+11-6)	15	44,088	(3,690)	47,779	29,741	(1,494)	31,235
Core net operating profit (15-10)	16	37,130	(4,004)	41,135	23,845	(3,805)	27,651
Core net operating profit (excluding gains/(losses) on cancellation of investment trusts) (16-4)	17	35,903	(4,804)	40,708	24,298	(3,353)	27,651
Amortization of goodwill	18	(184)	-	(184)	-	-	-
Actual net operating profit (including amortization of goodwill) (15+18)	19	43,904	(3,690)	47,595	29,741	(1,494)	31,235
Provision to general reserve for possible loan losses	20	(4,364)	(8,119)	3,755	(2,053)	(2,053)	-
Net operating profit (1+11+18+20)	21	39,550	(11,809)	51,360	27,698	(3,547)	31,245
Other gains/(losses), net	22	(12,006)	(5,090)	(6,915)	(12,581)	(13,687)	1,106
Net gains/(losses) on stocks	23	2,487	1,216	1,270	(1,034)	(1,394)	359
Gains on sale	24	6,726	4,749	1,977	2,784	1,840	943
Losses on sale	25	(4,091)	(3,539)	(552)	(3,672)	(3,199)	(473)
Losses on devaluation	26	(146)	7	(154)	(145)	(35)	(110)
Disposal of problem loans	27	(11,768)	(4,176)	(7,592)	(10,156)	(8,460)	(1,696)
Reversal of credit expenses	28	1,744	(930)	2,674	817	(1,413)	2,230
Other	29	(4,469)	(1,200)	(3,269)	(2,208)	(2,419)	211
Ordinary profit (21+22)	30	27,543	(16,900)	44,444	15,116	(17,235)	32,351
Extraordinary gains/(losses), net	31	477	395	82	(297)	(233)	(63)
Net gains/(losses) on disposal of fixed assets	32	722	492	229	(133)	(69)	(63)
Impairment losses on fixed assets	33	(244)	(97)	(147)	(164)	(164)	-
Net Income before income taxes (30+31)	34	28,021	(16,505)	44,526	14,818	(17,469)	32,287
Income taxes-current	35	(11,247)	666	(11,913)	(8,827)	(353)	(8,474)
Income taxes-deferred	36	3,674	3,459	214	5,003	4,617	385
Net income (34+35+36)	37	20,448	(12,379)	32,828	10,994	(13,205)	24,199

Credit expense (6+20+27+28)	38	(14,378)	(13,226)	(1,152)	(11,382)	(11,926)	544
Disposal of problem loans in the trust account	39	10	-	10	10	-	10
Provision to general reserve for possible loan losses	40	(4,364)	(9,759)	5,395	(2,053)	(3,743)	1,690
Write-off of loans	41	(3,161)	(1,538)	(1,622)	(2,376)	(1,140)	(1,236)
Provision to specific reserve for possible loan losses	42	(8,257)	(1,566)	(6,690)	(7,409)	(5,970)	(1,439)
Provision to special reserve for certain overseas loans	43	(0)	(0)	0	(0)	(0)	0
Other disposal of problem loans	44	(349)	165	(515)	(370)	89	(459)
Gains on recoveries of written-off claims	45	1,744	(527)	2,271	817	(1,162)	1,979

Note: Net income does not exclude net income attributable to non-controlling interests

○ Interest rate spreads (domestic operations)

(%)

	Total of group banks under Resona HD [Non-consolidated]			Resona Bank		
	1Q		1Q	1Q		1Q
	FY 2020	Change	FY 2019	FY 2020	Change	FY 2019
Average interest rate of loans and bills discounted (A)	0.93	(0.06)	1.00	0.87	(0.06)	0.93
Average interest rate of deposits and negotiable CDs (B)	0.01	(0.00)	0.01	0.00	(0.00)	0.00
Loan-to-deposit spread (A) - (B)	0.92	(0.06)	0.98	0.86	(0.05)	0.92

(Reference) Excluding loans to the Japanese government and others

Average interest rate of loans and bills discounted (C)	0.95	(0.05)	1.00	0.88	(0.05)	0.93
Loan-to-deposit spread (C) - (B)	0.94	(0.04)	0.98	0.87	(0.04)	0.92

(Millions of yen)

		Saitama Resona Bank			Total of banks under KMFG		
		1Q		1Q	1Q		1Q
		FY 2020	Change	FY 2019	FY 2020	Change	FY 2019
Gross operating profit (2+5+7+8+9)	1	28,616	(1,325)	29,942	31,094	(1,438)	32,532
Interest income	2	20,559	(363)	20,922	26,402	12	26,390
Net interest income from domestic loans and deposits	3	17,483	(570)	18,054	23,892	(585)	24,478
Gains/(losses) on cancellation of investment trusts	4	756	483	273	922	768	153
Trust fees (after disposal of problem loans in trust account) <Disposal of problem loans in the trust account>	5	-	-	-	-	-	-
Fees and commissions	7	7,132	(678)	7,811	3,724	(336)	4,060
Trading income	8	-	-	-	-	-	-
Other operating income	9	924	(283)	1,208	966	(1,114)	2,081
Net gains/(losses) on bonds	10	619	(731)	1,350	443	(1,265)	1,709
Expenses (excluding non-recurring items and amortization of goodwill)	11	(18,655)	(104)	(18,551)	(26,708)	671	(27,379)
Personnel expenses	12	(8,019)	(35)	(7,983)	(13,510)	603	(14,114)
Non-personnel expenses	13	(9,140)	(27)	(9,113)	(11,311)	93	(11,405)
Taxes	14	(1,496)	(41)	(1,454)	(1,885)	(25)	(1,860)
Actual net operating profit (excluding amortization of goodwill) (1+11-6)	15	9,961	(1,429)	11,391	4,386	(766)	5,152
Core net operating profit (15-10)	16	9,341	(698)	10,040	3,942	499	3,443
Core net operating profit (excluding gains/(losses) on cancellation of investment trusts) (16-4)	17	8,585	(1,182)	9,767	3,020	(268)	3,289
Amortization of goodwill	18	-	-	-	(184)	-	(184)
Actual net operating profit (including amortization of goodwill) (15+18)	19	9,961	(1,429)	11,391	4,202	(766)	4,968
Provision to general reserve for possible loan losses	20	(1,397)	(5,152)	3,755	(914)	(914)	-
Net operating profit (1+11+18+20)	21	8,564	(6,581)	15,146	3,288	(1,680)	4,968
Other gains/(losses), net	22	1,121	6,440	(5,318)	(546)	2,156	(2,703)
Net gains/(losses) on stocks	23	1,595	619	975	1,926	1,991	(64)
Gains on sale	24	1,609	591	1,017	2,332	2,316	16
Losses on sale	25	(13)	27	(41)	(405)	(368)	(36)
Losses on devaluation	26	-	0	(0)	(0)	43	(44)
Disposal of problem loans	27	468	5,944	(5,475)	(2,081)	(1,660)	(421)
Reversal of credit expenses	28	140	(33)	173	786	515	270
Other	29	(1,083)	(90)	(992)	(1,178)	1,309	(2,488)
Ordinary profit (21+22)	30	9,686	(141)	9,827	2,741	476	2,264
Extraordinary gains/(losses), net	31	(118)	(378)	260	893	1,007	(113)
Net gains/(losses) on disposal of fixed assets	32	(38)	(394)	355	893	956	(62)
Impairment losses on fixed assets	33	(80)	15	(95)	-	51	(51)
Net Income before income taxes (30+31)	34	9,567	(520)	10,088	3,635	1,484	2,151
Income taxes-current	35	(2,219)	1,163	(3,383)	(200)	(144)	(55)
Income taxes-deferred	36	(560)	(950)	390	(768)	(207)	(561)
Net income (34+35+36)	37	6,788	(306)	7,094	2,666	1,131	1,534

Credit expense (6+20+27+28)	38	(787)	759	(1,546)	(2,209)	(2,058)	(150)
Disposal of problem loans in the trust account	39	-	-	-	-	-	-
Provision to general reserve for possible loan losses	40	(1,397)	(5,152)	3,755	(914)	(864)	(50)
Write-off of loans	41	(115)	(5)	(110)	(669)	(393)	(276)
Provision to specific reserve for possible loan losses	42	562	6,016	(5,454)	(1,409)	(1,612)	202
Provision to special reserve for certain overseas loans	43	-	-	-	-	-	-
Other disposal of problem loans	44	22	(66)	89	(2)	142	(144)
Gains on recoveries of written-off claims	45	140	(33)	173	786	668	117

Note: Net income does not exclude net income attributable to non-controlling interests

○ Interest rate spreads (domestic operations)

(%)

	Saitama Resona Bank			Total of banks under KMFG		
	1Q		1Q	1Q		1Q
	FY 2020	Change	FY 2019	FY 2020	Change	FY 2019
Average interest rate of loans and bills discounted (A)	0.92	(0.08)	1.00	1.08	(0.05)	1.13
Average interest rate of deposits and negotiable CDs (B)	0.00	(0.00)	0.00	0.03	(0.00)	0.03
Loan-to-deposit spread (A) - (B)	0.91	(0.08)	1.00	1.05	(0.04)	1.10

(Reference) Excluding loans to the Japanese government and others

Average interest rate of loans and bills discounted (C)	0.96	(0.04)	1.00	1.09	(0.05)	1.14
Loan-to-deposit spread (C) - (B)	0.95	(0.04)	1.00	1.05	(0.04)	1.10

## 2. Claims disclosure according to the Financial Reconstruction Act

(Millions of yen, %)

<Total of group banks under Resona HD>		End of Jun.			End of Mar.	End of Jun.
		2020 (A)	(A)-(B)	(A)-(C)	2020 (B)	2019 (C)
	Unrecoverable or valueless claims	67,824	(238)	(1,299)	68,063	69,124
	Risk claims	279,596	9,011	(14,956)	270,584	294,552
	Special attention loans	103,892	8,954	27,670	94,937	76,221
	Financial Reconstruction Act subtotal [A]	451,313	17,728	11,414	433,584	439,898
	Normal claims	38,446,699	1,172,338	2,021,410	37,274,360	36,425,289
	Financial Reconstruction Act total [B]	38,898,012	1,190,066	2,032,824	37,707,945	36,865,187
	Partial direct write-offs	164,008	2,964	(11,487)	161,044	175,496
	NPL Ratio [A] / [B]	1.16	0.01	(0.03)	1.14	1.19

### <Resona Bank>

	Unrecoverable or valueless claims	21,561	1,041	1,802	20,520	19,759
	Risk claims	118,283	9,724	1,258	108,558	117,024
	Special attention loans	53,928	4,098	12,226	49,830	41,702
	Financial Reconstruction Act subtotal [A]	193,772	14,863	15,287	178,909	178,485
	Normal claims	21,198,432	625,085	1,172,970	20,573,346	20,025,461
	Financial Reconstruction Act total [B]	21,392,205	639,949	1,188,258	20,752,255	20,203,946
	Partial direct write-offs	76,648	2,521	(5,389)	74,127	82,037
	NPL Ratio [A] / [B]	0.90	0.04	0.02	0.86	0.88

### <Saitama Resona Bank>

	Unrecoverable or valueless claims	14,987	(181)	(1,301)	15,169	16,289
	Risk claims	58,061	(1,643)	(14,066)	59,705	72,128
	Special attention loans	22,830	2,739	11,613	20,091	11,217
	Financial Reconstruction Act subtotal [A]	95,880	914	(3,754)	94,965	99,634
	Normal claims	7,939,517	337,927	624,519	7,601,589	7,314,998
	Financial Reconstruction Act total [B]	8,035,397	338,842	620,764	7,696,555	7,414,632
	Partial direct write-offs	12,971	118	(2,846)	12,853	15,818
	NPL Ratio [A] / [B]	1.19	(0.04)	(0.15)	1.23	1.34

### <Total of banks under KMFG>

	Unrecoverable or valueless claims	31,275	(1,098)	(1,800)	32,373	33,075
	Risk claims	103,251	931	(2,148)	102,320	105,399
	Special attention loans	27,133	2,117	3,830	25,015	23,302
	Financial Reconstruction Act subtotal [A]	161,659	1,950	(118)	159,709	161,778
	Normal claims	9,308,749	209,324	223,920	9,099,425	9,084,829
	Financial Reconstruction Act total [B]	9,470,409	211,274	223,801	9,259,134	9,246,608
	Partial direct write-offs	74,388	325	(3,251)	74,063	77,640
	NPL Ratio [A] / [B]	1.70	(0.01)	(0.04)	1.72	1.74

**3. Unrealized gains/(losses) on marketable securities (Bonds held to maturity, stocks of subsidiaries and affiliates and available-for-sale securities)**

(Millions of yen)

<Consolidated>	B/S Amount (End of Jun. 2020)	Change from End of Mar. 2020	Unrealized gains/(losses)			Change from End of Mar. 2020
			(End of Jun. 2020)	Gain	Loss	
Bonds held to maturity	2,100,195	131,743	21,509	25,214	(3,704)	(6,645)
Available-for-sale securities	3,776,110	284,233	544,772	578,890	(34,118)	135,056
Stocks	889,660	129,347	543,411	552,748	(9,337)	133,001
Bonds	2,037,534	317,703	(9,053)	5,001	(14,055)	(5,770)
JGB	630,053	176,825	(11,826)	-	(11,826)	(5,364)
Other	848,915	(162,818)	10,415	21,141	(10,725)	7,825

Notes: 1. The figures presented in the table above include securities, negotiable certificates of deposit (NCDs) included in "cash and due from banks" and a portion of "monetary claims bought."

2. The presented figures only include marketable securities.

(Millions of yen)

<Total of group banks under Resona HD>	B/S Amount (End of Jun. 2020)	Change from End of Mar. 2020	Unrealized gains/(losses)			Change from End of Mar. 2020
			(End of Jun. 2020)	Gain	Loss	
Bonds held to maturity	2,100,195	131,743	21,509	25,214	(3,704)	(6,646)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	3,768,034	291,471	554,513	585,589	(31,076)	133,745
Stocks	889,120	129,344	554,234	560,521	(6,286)	131,367
Bonds	2,037,531	317,703	(8,853)	5,204	(14,057)	(5,794)
Other	841,381	(155,577)	9,131	19,864	(10,732)	8,172

<Resona Bank>

Bonds held to maturity	1,136,805	150,749	14,350	16,317	(1,967)	(4,586)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	2,237,284	79,616	446,920	466,411	(19,491)	107,549
Stocks	706,385	110,301	444,240	449,530	(5,289)	110,666
Bonds	971,268	147,613	(4,723)	3,587	(8,311)	(3,618)
Other	559,630	(178,298)	7,403	13,294	(5,890)	500

<Saitama Resona Bank>

Bonds held to maturity	739,512	(25,704)	5,431	6,512	(1,080)	(1,089)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	857,667	178,083	96,937	103,403	(6,466)	18,500
Stocks	156,195	18,237	98,319	98,814	(495)	18,530
Bonds	501,450	118,554	(3,460)	829	(4,289)	(1,748)
Other	200,021	41,291	2,077	3,759	(1,681)	1,717

<Total of banks under KMFG>

Bonds held to maturity	223,876	6,698	1,727	2,384	(656)	(969)
Stock of subsidiaries and affiliates	-	-	-	-	-	-
Available-for-sale securities	673,082	33,771	10,655	15,774	(5,118)	7,696
Stocks	26,540	806	11,675	12,176	(501)	2,169
Bonds	564,812	51,536	(670)	786	(1,456)	(427)
Other	81,729	(18,570)	(349)	2,810	(3,159)	5,953

Notes: 1. The figures presented in the table above include securities, negotiable certificates of deposit (NCDs) included in "cash and due from banks" and a portion of "monetary claims bought."

2. The presented figures only include marketable securities.

#### 4. Balance of deposits and loans

(Millions of yen)

	End of Jun. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Jun. 2019 (C)
<Total of group banks under Resona HD>					
Deposits (Term-end)	55,488,455	2,467,407	4,007,071	53,021,047	51,481,383
Deposits (Average balance)	53,878,407	2,469,793	2,738,762	51,408,614	51,139,645
Trust principal (Term-end)	1,199,978	(129,726)	314,047	1,329,704	885,930
Trust principal (Average balance)	1,140,339	191,981	241,914	948,358	898,424
Loans and bills discounted (Term-end)	37,909,992	1,171,755	1,997,187	36,738,237	35,912,804
Banking account	37,890,627	1,172,648	2,001,437	36,717,978	35,889,190
Trust account	19,364	(893)	(4,249)	20,258	23,614
Loans and bills discounted (Average balance)	37,149,906	1,181,204	1,239,839	35,968,702	35,910,066
Banking account	37,130,058	1,183,893	1,244,380	35,946,164	35,885,677
Trust account	19,848	(2,688)	(4,540)	22,537	24,389

#### <Resona Bank>

Deposits (Term-end)	29,530,812	1,091,562	2,652,120	28,439,250	26,878,692
Deposits (Average balance)	28,620,280	1,537,528	1,820,724	27,082,751	26,799,555
Trust principal (Term-end)	1,199,978	(129,726)	314,047	1,329,704	885,930
Trust principal (Average balance)	1,140,339	191,981	241,914	948,358	898,424
Loans and bills discounted (Term-end)	20,653,343	632,675	1,168,859	20,020,667	19,484,483
Banking account	20,633,978	633,569	1,173,109	20,000,409	19,460,869
Trust account	19,364	(893)	(4,249)	20,258	23,614
Loans and bills discounted (Average balance)	20,251,939	687,156	698,324	19,564,782	19,553,614
Banking account	20,232,090	689,845	702,865	19,542,245	19,529,225
Trust account	19,848	(2,688)	(4,540)	22,537	24,389

#### <Saitama Resona Bank>

Deposits (Term-end)	15,054,164	878,469	1,315,862	14,175,695	13,738,302
Deposits (Average balance)	14,703,573	985,729	1,115,614	13,717,844	13,587,959
Loans and bills discounted (Term-end)	7,909,720	332,432	595,553	7,577,288	7,314,166
Loans and bills discounted (Average balance)	7,703,494	364,511	415,473	7,338,983	7,288,021

#### <Total of banks under KMFG>

Deposits (Term-end)	10,903,477	497,376	39,089	10,406,101	10,864,388
Deposits (Average balance)	10,554,553	(53,464)	(197,576)	10,608,018	10,752,130
Loans and bills discounted (Term-end)	9,346,927	206,646	232,773	9,140,281	9,114,154
Loans and bills discounted (Average balance)	9,194,472	129,536	126,041	9,064,935	9,068,430

<Reference> Domestic breakdown of individual, corporate and other deposits (Millions of yen)

<Total of group banks under Resona HD>	End of Jun. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Jun. 2019 (C)
Domestic individual deposits (Term-end)	34,575,357	1,252,992	1,631,261	33,322,365	32,944,096
Liquid deposits	24,484,178	1,280,522	1,965,239	23,203,655	22,518,939
Time deposits	9,867,187	(34,678)	(345,251)	9,901,865	10,212,439
Domestic corporate deposits (Term-end)	17,218,049	1,006,655	2,171,394	16,211,393	15,046,654
Liquid deposits	13,491,306	1,159,168	2,204,802	12,332,138	11,286,503
Time deposits	3,034,205	(152,070)	(253,005)	3,186,276	3,287,210

<Resona Bank>

Domestic individual deposits (Term-end)	15,345,214	550,165	860,727	14,795,048	14,484,487
Liquid deposits	11,556,259	545,696	902,115	11,010,562	10,654,144
Time deposits	3,619,951	(1,250)	(52,295)	3,621,202	3,672,247
Domestic corporate deposits (Term-end)	11,708,627	531,074	1,716,825	11,177,553	9,991,802
Liquid deposits	9,502,273	644,678	1,672,883	8,857,594	7,829,389
Time deposits	1,663,273	(95,468)	(107,088)	1,758,741	1,770,361

<Saitama Resona Bank>

Domestic individual deposits (Term-end)	11,111,517	486,482	659,006	10,625,035	10,452,511
Liquid deposits	8,296,577	478,404	679,632	7,818,173	7,616,944
Time deposits	2,784,544	6,823	(21,691)	2,777,720	2,806,236
Domestic corporate deposits (Term-end)	2,902,578	257,511	380,589	2,645,067	2,521,988
Liquid deposits	2,157,312	302,950	355,273	1,854,362	1,802,039
Time deposits	683,062	(48,665)	(8,367)	731,728	691,429

<Total of banks under KMFG>

Domestic individual deposits (Term-end)	8,118,625	216,344	111,527	7,902,280	8,007,097
Liquid deposits	4,631,341	256,421	383,491	4,374,919	4,247,850
Time deposits	3,462,690	(40,251)	(271,264)	3,502,942	3,733,955
Domestic corporate deposits (Term-end)	2,606,843	218,070	73,979	2,388,772	2,532,863
Liquid deposits	1,831,719	211,539	176,645	1,620,180	1,655,074
Time deposits	687,869	(7,937)	(137,549)	695,806	825,419

Notes: 1. Figures are based on the reports submitted to Bank of Japan. (excluding overseas loans and loans in Japan offshore banking account)

2. Liquid deposits = current deposits + ordinary deposits + saving deposits + deposits at notice

Time deposits = time deposits + installment savings

<Reference> Balance of investment trust and other investment products for individual customers (Millions of yen)

<Total of group banks under Resona HD>	End of Jun. 2020 (A)	(A)-(B)	(A)-(C)	End of Mar. 2020 (B)	End of Jun. 2019 (C)
Investment trust (Including fund wrap)	2,159,220	142,173	(59,246)	2,017,046	2,218,466
Public bond	293,863	(4,989)	(23,780)	298,853	317,643
Insurance	2,549,619	(19,179)	1,158	2,568,799	2,548,461

<Resona Bank>

Investment trust (Including fund wrap)	997,587	53,087	(32,053)	944,500	1,029,640
Public bond	105,208	(1,428)	(8,912)	106,636	114,120
Insurance	980,074	(13,490)	(11,259)	993,564	991,333

<Saitama Resona Bank>

Investment trust (Including fund wrap)	515,548	32,948	(10,384)	482,599	525,932
Public bond	179,132	(3,191)	(13,110)	182,324	192,242
Insurance	723,087	(14,305)	(16,598)	737,392	739,685

<Total of banks under KMFG>

Investment trust (Including fund wrap)	646,084	56,137	(16,808)	589,946	662,892
Public bond	9,522	(369)	(1,756)	9,892	11,279
Insurance	846,458	8,616	29,016	837,842	817,441

Notes: 1. Investment trust: based on market prices at each period-end

2. Public bond: Government bonds, local government bonds, and government-guaranteed bonds in custody accounts (amounts in par value and on a delivery date basis)

3. Insurance: based on insurance premiums paid (yen equivalent)