Summary of Consolidated Financial Results (March 31, 2010/Unaudited)

May 14, 2010

Resona Holdings, Inc.

1. Financial Highlights (April 1, 2009 - March 31, 2010)

(1) Consolidated Operating Results

(Percentages represent the differences from the previous year)

	Ordinary income		Ordinary profit		Net income	
	Million yen	*%*	*Million yen*	*%*	*Million yen*	*%*
March 31, 2010	875,130	(10.6)	152,314	33.1	132,230	6.7
March 31, 2009	979,276	(12.1)	114,402	(51.1)	123,910	(59.1)

	Net income per share	Net income per share (potential equity adjusted)	Ratio of net income to capital assets	Ratio of ordinary profit to total assets	Ratio of ordinary profit to ordinary Income
	Yen	*Yen*	*%*	*%*	*%*
March 31, 2010	88.32	52.94	6.3	0.4	17.4
March 31, 2009	76.27	53.83	5.6	0.3	11.7

Reference: Equity in net earnings of affiliated companies

March 31, 2010: ¥ 90 million

March 31, 2009: ¥ 201 million

(2) Consolidated Financial Position

	Total assets	Equity	Capital adequacy ratio	Equity per share	Consolidated capital adequacy ratio (Japanese domestic standard)	(Reference) Equity per share (*1)
	Million yen	*Million yen*	*%*	*Yen*	*%*	*Yen*
March 31, 2010	40,743,531	2,271,897	5.3	44.77	13.81	1,066.83
March 31, 2009	39,863,143	2,178,084	5.1	(303.63)	13.45	1,053.51

(*1) Not excluding amounts of preferred stocks issued

Reference: Capital assets

March 31, 2010: ¥ 2,146,571 million

March 31, 2009: ¥ 2,048,163 million

Note: Please refer to “Notes: Consolidated Financial Position” on page 3 for more information.

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents
	Million yen	*Million yen*	*Million yen*	*Million yen*
March 31, 2010	999,891	(858,062)	32,249	1,285,371
March 31, 2009	1,469,230	(1,155,104)	(356,430)	1,111,291

2. Dividends on Common stock

	Dividends per share					Total dividends (annual)	Dividend payout ratio (consolidated)	Ratio of dividends to equity (consolidated)
	1st Quarter -end	2nd Quarter - end	3rd Quarter -end	Year end	Annual			
	Yen	*Yen*	*Yen*	*Yen*	*Yen*	*Million yen*	*%*	*%*
March 31, 2009	-	0.00	-	10.00	10.00	10,758	13.1	-
March 31, 2010	-	0.00	-	10.00	10.00	11,507	11.3	-
March 31, 2011 (Forecast)	-	0.00	-	10.00	10.00		11.1	

Note: The table shown does not include other than common stocks. Please refer to page 4 for information with regard to the classified stocks.

3. Earnings forecasts for the fiscal year 2010 (April 1, 2010 - March 31, 2011)

(Percentages represent the differences from the same period in the previous year)

	Ordinary income		Ordinary profits		Net income		Net income per share
	Million yen	*%*	*Million yen*	*%*	*Million yen*	*%*	*Yen*
September 30, 2010	415,000	(10.0)	83,000	9.5	60,000	(29.9)	52.14
March 31, 2011	830,000	(5.2)	170,000	11.6	135,000	2.1	89.69

4. Other

(1) Changes in scope of consolidation during the period: No

(2) Changes in accounting policies and principles to prepare consolidated financial statements during the period:

(i) Change due to revision of accounting standards: Yes
(ii) Change due to other reasons: No

Note: Please refer to “24. Changes in significant items to prepare consolidated financial statements” on page 19 for the details.

(3) Number of common stock outstanding:

(i) Total outstanding shares at the end of year (including treasury shares)

March 31, 2010: 1,214,957,691 shares
March 31, 2009: 1,139,957,691 shares

(ii) Treasury shares at the end of year

March 31, 2010: 64,168,361 shares
March 31, 2009: 64,133,330 shares

Note: Please refer to “Per Share Information” on page 29 for the number of shares used in computing net income per share (consolidated).

(Reference) Non-consolidated financial data

1. Non-consolidated financial data for the fiscal year 2009 (April 1, 2009 - March 31, 2010)

(1) Result of Operations

(Percentages represent the differences from the previous year)

	Operating income		Operating profits		Ordinary profits	
	Million yen	*%*	*Million yen*	*%*	*Million yen*	*%*
March 31, 2010	39,048	(79.0)	32,681	(81.5)	32,606	(81.8)
March 31, 2009	185,577	(69.1)	177,122	(70.0)	179,348	(69.6)

	Net income		Net income per share	Net income (diluted) per share
	Million yen	*%*	*Yen*	*Yen*
March 31, 2010	34,979	(79.9)	1.33	1.28
March 31, 2009	174,105	(72.1)	120.97	76.78

(2) Financial Conditions

	Total assets	Equity	Capital adequacy ratio	Equity per share	[Reference] Equity per share (*)
	Million yen	*Million yen*	*%*	*Yen*	*Yen*
March 31, 2010	1,809,145	1,697,902	93.9	(345.10)	843.85
March 31, 2009	2,028,359	1,804,588	89.0	(530.04)	928.22

(*) Not excluding amounts of preferred stocks issued

Reference: Capital assets
March 31, 2010: ¥ 1,697,902 million
March 31, 2009: ¥ 1,804,588 million

2. Earnings forecasts for the fiscal year 2010 (April 1, 2010 - March 31, 2011)

(Percentages represent the differences from the same period in the previous year)

	Operating income		Operating profits		Ordinary profits		Net income		Net income per share
	Million yen	*%*	*Million yen*	*%*	*Million yen*	*%*	*Million yen*	*%*	*Yen*
September 30, 2010	16,500	(25.0)	13,500	(26.9)	13,500	(26.7)	14,500	(44.1)	12.60
March 31, 2011	31,000	(20.6)	25,000	(23.5)	24,000	(26.4)	25,000	(28.5)	(5.89)

(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.

(Notes: Consolidated Financial Position)
(1) “Capital adequacy ratio” (Equity at year-end minus Stock option at year-end minus Minority interests at year-end) is divided by total assets at year-end.
(2) “Consolidated capital adequacy ratio” is computed in accordance with the “Standards for Consolidated Capital Adequacy Ratio of Bank Holding Company under Article 52-25 of the Banking Law” (the Notification of the Financial Services Agency No. 20, 2006).
Consolidated capital adequacy ratio (Japanese domestic standard) for FY 2010 is preliminary figure.

Dividends on Classified Stocks

		Dividends per share				
		1st Quarter-end	2nd Quarter- end	3rd Quarter-end	Year end	Annual
		Yen	*Yen*	*Yen*	*Yen*	*Yen*
Class C No. 1 preferred stock	March 31, 2009	-	0.00	-	68.00	68.00
	March 31, 2010	-	0.00	-	68.00	68.00
	March 31, 2011 (Forecast)	-	0.00	-	68.00	68.00
Class F No. 1 preferred stock	March 31, 2009	-	0.00	-	185.00	185.00
	March 31, 2010	-	0.00	-	185.00	185.00
	March 31, 2011 (Forecast)	-	0.00	-	185.00	185.00
Class one No. 1 preferred stock	March 31, 2009	-	0.00	-	31.90	31.90
	March 31, 2010	-	0.00	-	28.68	28.68
	March 31, 2011 (Forecast)	-	0.00	-	23.56	23.56
Class two No. 1 preferred stock	March 31, 2009	-	0.00	-	31.90	31.90
	March 31, 2010	-	0.00	-	28.68	28.68
	March 31, 2011 (Forecast)	-	0.00	-	23.56	23.56
Class three No. 1 preferred stock	March 31, 2009	-	0.00	-	31.90	31.90
	March 31, 2010	-	0.00	-	28.68	28.68
	March 31, 2011 (Forecast)	-	0.00	-	23.56	23.56
Class four preferred stock	March 31, 2009	-	0.00	-	992.50	992.50
	March 31, 2010	-	0.00	-	992.50	992.50
	March 31, 2011 (Forecast)	-	0.00	-	992.50	992.50
Class five preferred stock	March 31, 2009	-	0.00	-	918.75	918.75
	March 31, 2010	-	0.00	-	918.75	918.75
	March 31, 2011 (Forecast)	-	0.00	-	918.75	918.75
Class six preferred stock (*2)	March 31, 2009	-	-	-	-	-
	March 31, 2010	-	-	-	386.51	386.51
	March 31, 2011 (Forecast)	-	0.00	-	1,237.50	1,237.50
Class nine preferred stock (*1)	March 31, 2009	-	0.00	-	325.50	325.50
	March 31, 2010	-	-	-	-	-
	March 31, 2011 (Forecast)	-	-	-	-	-

(Note) (*1) Class nine preferred stock were acquired as treasury stock and were retired on September 8, 2009.
(*2) Class six preferred stock were issued on December 8, 2009.

(Reference)

○ Formula for computing equity per share where the net amounts of preferred stock issued are not excluded

$$\frac{\text{Capital assets at year end}}{\text{Issued number of shares of common stock at year end + Issued number of preferred stock at year end}}$$

*Capital assets at year end = Total equity on the consolidated balance sheet – Minority interests
*Issued number of shares and stock exclude treasury stocks

Consolidated Balance Sheets

(Millions of yen)

Items	March 31, 2009	March 31, 2010
Assets		
Cash and due from banks	¥ 1,404,333	¥1,607,691
Call loans and bills bought	658,619	872,442
Deposits paid for bonds borrowing transactions	245,111	56,541
Monetary claims bought	403,411	419,212
Trading assets	519,567	522,796
Securities	8,011,712	8,915,317
Loans and bills discounted	26,509,254	26,263,548
Foreign exchange assets	78,588	61,269
Other assets	906,688	1,086,792
Tangible fixed assets	326,503	322,297
Buildings and equipment	105,082	103,901
Land	198,579	195,933
Leased assets	436	723
Construction in progress	2,281	3,707
Other tangible fixed assets	20,123	18,030
Intangible fixed assets	61,107	50,467
Software	17,797	13,985
Goodwill	7,242	-
Leased assets	30,609	31,056
Other intangible fixed assets	5,458	5,425
Deferred tax assets	308,893	247,379
Customers' liabilities for acceptances and guarantees	870,318	760,305
Reserve for possible loan losses	(440,967)	(439,604)
Reserve for possible losses on investments	-	(2,925)
Total assets	39,863,143	40,743,531
Liabilities		
Deposits	32,107,797	32,955,610
Negotiable certificates of deposit	582,040	1,119,590
Call money and bills sold	336,790	393,243
Bills sold under repurchase agreements	790,455	132,976
Deposits received for bonds lending transactions	79,613	55,933
Trading liabilities	122,205	154,402
Borrowed money	647,508	623,620
Foreign exchange liabilities	2,548	3,085
Bonds	825,258	850,264
Due to trust account	345,877	376,687
Other liabilities	898,915	964,944
Reserve for employees' bonuses	12,403	12,412
Reserve for employees' retirement benefits	6,707	9,821
Other reserves	25,901	28,999
Deferred tax liabilities	22	24
Deferred tax liabilities on land revaluation	30,695	29,709
Acceptances and guarantees	870,318	760,305
Total liabilities	¥ 37,685,059	¥ 38,471,633

Consolidated Balance Sheets (Continued)

(Millions of yen)

Items	March 31, 2009	March 31, 2010
Equity		
Capital	¥ 327,201	¥327,201
Capital surplus	493,309	400,709
Retained earnings	1,287,467	1,372,119
Treasury stock	(86,795)	(86,840)
Total shareholders' equity	2,021,182	2,013,189
Net unrealized gains on available-for-sale securities	(32,345)	83,129
Deferred losses on hedges	21,976	13,789
Revaluation reserve for land	41,712	40,271
Translation adjustments	(4,363)	(3,807)
Total valuation and translation adjustments	26,980	133,382
Minority interests	129,921	125,326
Total equity	2,178,084	2,271,897
Total liabilities and equity	¥ 39,863,143	¥ 40,743,531

Consolidated Statements of Operations

(Millions of yen)

Items	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Ordinary income	¥ 979,276	¥875,130
Interest income	677,567	588,792
Interest on loans and bills discounted	565,879	509,771
Interest and dividends on securities	63,564	55,104
Interest on call loans and bills bought	10,222	1,650
Interest on bonds borrowing transactions	632	111
Interest on deposit	10,290	1,866
Other interest income	26,977	20,287
Trust fees	35,414	28,727
Fees and commissions	166,611	165,671
Trading profits	21,277	26,526
Other operating income	42,467	39,747
Other ordinary income	35,936	25,664
Ordinary expenses	864,873	722,815
Interest expenses	130,492	89,292
Interest on deposits	80,347	52,865
Interest on negotiable certificates of deposit	7,480	2,101
Interest on call money and bills sold	2,271	809
Interest on bills sold under repurchase agreement	1,360	474
Interest on bonds lending transactions	601	273
Interest on borrowed money	5,351	2,445
Interest on bonds	28,518	27,001
Other interest expenses	4,559	3,321
Fees and commissions	48,804	49,270
Trading losses	251	196
Other operating expenses	24,209	32,306
General and administrative expenses	384,465	387,502
Other ordinary expenses	276,651	164,245
Provision for reserve for possible loan losses	8,715	59,455
Other expenses	267,936	104,790
Ordinary profits	114,402	152,314
Extraordinary profits	127,579	28,719
Gains on disposal of fixed assets	105,183	76
Recovery on written-off claims	22,395	23,974
Other extraordinary profits	0	4,667
Extraordinary losses	7,784	4,976
Losses on disposal of fixed assets	1,869	1,339
Impairment losses on fixed assets	3,370	3,636
Other extraordinary expenses	2,545	-
Income before income taxes and minority interests	234,196	176,057
Income taxes – current	9,563	11,954
Income taxes – deferred	97,471	27,774
Total income taxes	107,035	39,728
Minority interests in income	3,250	4,098
Net income	¥ 123,910	¥ 132,230

Consolidated Statements of Changes in Equity

(Millions of yen)

Items	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Shareholders' equity		
Capital		
Balance at beginning of year	¥ 327,201	¥327,201
Changes of items during the period		
Total changes of items during the period	-	-
Balance at end of the year	327,201	327,201
Capital surplus		
Balance at beginning of year	673,764	493,309
Changes of items during the period		
Issuance of new stock	-	178,650
Disposal of treasury stock	(19)	(0)
Retirement of treasury stock	(180,435)	(271,250)
Total changes of items during the period	(180,455)	(92,600)
Balance at end of the year	493,309	400,709
Retained earnings		
Balance at beginning of year	1,190,557	1,287,467
Changes of items during the period		
Dividends from surplus	(44,249)	(49,019)
Net income	123,910	132,230
Reduction in land revaluation excess	17,249	1,440
Total changes of items during the period	96,910	84,652
Balance at end of the year	1,287,467	1,372,119
Treasury stock		
Balance at beginning of year	(1,280)	(86,795)
Changes of items during the period		
Acquisition of treasury stock	(266,256)	(271,302)
Disposal of treasury stock	306	6
Retirement of treasury stock	180,435	271,250
Total changes of items during the period	(85,514)	(45)
Balance at end of the year	(86,795)	(86,840)
Total shareholders' equity		
Balance at beginning of year	2,190,242	2,021,182
Changes of items during the period		
Issuance of new stock	-	178,650
Dividends from surplus	(44,249)	(49,019)
Net income	123,910	132,230
Acquisition of treasury stock	(266,256)	(271,302)
Disposal of treasury stock	287	6
Reduction in land revaluation excess	17,249	1,440
Total changes of items during the period	(169,059)	(7,993)
Balance at end of the year	¥ 2,021,182	¥ 2,013,189

Consolidated Statements of Changes in Equity (Continued)

(Millions of yen)

Items	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Valuation and translation adjustments		
Net unrealized gains on available-for-sale securities		
Balance at beginning of year	¥ 123,207	¥(32,345)
Changes of items during the period		
Net changes of items other than shareholders' equity	(155,553)	115,475
Total changes of items during the period	(155,553)	115,475
Balance at end of the year	(32,345)	83,129
Net deferred losses on hedges		
Balance at beginning of year	18,308	21,976
Changes of items during the period		
Net changes of items other than shareholders' equity	3,668	(8,187)
Total changes of items during the period	3,668	(8,187)
Balance at end of the year	21,976	13,789
Revaluation reserve for land		
Balance at beginning of year	58,961	41,712
Changes of items during the period		
Net changes of items other than shareholders' equity	(17,249)	(1,440)
Total changes of items during the period	(17,249)	(1,440)
Balance at end of the year	41,712	40,271
Translation adjustment		
Balance at beginning of year	(2,252)	(4,363)
Changes of items during the period		
Net changes of items other than shareholders' equity	(2,111)	555
Total changes of items during the period	(2,111)	555
Balance at end of the year	(4,363)	(3,807)
Total valuation and translation adjustments		
Balance at beginning of year	198,225	26,980
Changes of items during the period		
Net changes of items other than shareholders' equity	(171,245)	106,402
Total changes of items during the period	(171,245)	106,402
Balance at end of the year	26,980	133,382
Minority interests		
Balance at beginning of year	136,188	129,921
Changes of items during the period		
Net changes of items other than shareholders' equity	(6,267)	(4,595)
Total changes of items during the period	(6,267)	(4,595)
Balance at end of the year	¥ 129,921	¥ 125,326

Consolidated Statements of Changes in Equity (Continued)

(Millions of yen)

Items	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Total equity		
Balance at beginning of year	¥ 2,524,656	¥ 2,178,084
Changes of items during the period		
Issuance of common stock	-	178,650
Dividends from surplus	(44,249)	(49,019)
Net income	123,910	132,230
Acquisition of treasury stock	(266,256)	(271,302)
Disposal of treasury stock	287	6
Reduction in land revaluation excess	17,249	1,440
Net changes of items other than shareholders' equity	(177,512)	101,806
Total changes of items during the period	(346,571)	93,813
Balance at end of the year	¥ 2,178,084	¥ 2,271,897

Consolidated Statements of Cash Flows

(Millions of yen)

Items	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Cash flows from operating activities		
Income before income taxes and minority interests	¥ 234,196	¥ 176,057
Depreciation and amortization	20,920	24,235
Impairment losses on fixed assets	3,370	3,636
Amortization of goodwill	7,242	7,242
Equity in earnings of investments in affiliated companies	(201)	(90)
Increase/(decrease) in reserve for possible loan losses	(49,835)	(1,362)
Increase/(decrease) in reserve for possible losses on investments	-	2,925
Increase/(decrease) in reserve for employees' bonuses	(4,562)	8
Increase/(decrease) in reserve for employees' retirement benefits	2,357	3,114
Interest income	(677,567)	(588,792)
Interest expenses	130,492	89,292
Net (gains)/losses on securities	456	(19,190)
Net (gains)/losses on money held in trust	(73)	-
Net foreign exchange (gains)/losses	(61,305)	(55,004)
Net (gains)/losses on sale of fixed assets	(103,314)	1,263
Net (increase)/decrease in trading assets	(73,605)	(3,228)
Net increase/(decrease) in trading liabilities	(39,087)	32,197
Net (increase)/decrease in loans and bills discounted	(456,793)	245,706
Net increase/(decrease) in deposits	472,368	847,812
Net increase/(decrease) in negotiable certificates of deposit	(780,090)	537,550
Net increase/(decrease) in borrowed money (excluding subordinated borrowed money)	9,321	(23,887)
Net (increase)/decrease in due from banks (excluding those deposited at BOJ)	598,816	(29,277)
Net (increase)/decrease in call loans and other	1,091,515	(229,624)
Net (increase)/decrease in deposits paid for bonds borrowing transactions	(143,861)	188,570
Net increase/(decrease) in call money and other	681,941	(601,025)
Net increase/(decrease) in deposits received for bonds lending transactions	38,975	(23,680)
Net (increase)/decrease in foreign exchange assets	(6,734)	17,318
Net increase/(decrease) in foreign exchange liabilities	(348)	537
Net increase/(decrease) on issuance and repayment of bonds	10,326	(109,637)
Net increase/(decrease) in due to trust account	(22,119)	30,810
Interest receipts	681,558	601,668
Interest payments	(137,854)	(90,520)
Other, net	(21,564)	(57,516)
Subtotal	1,404,942	977,107
Income taxes paid or tax refund	64,287	22,783
Net cash provided by/(used in) operating activities	¥ 1,469,230	¥ 999,891

Consolidated Statements of Cash Flows (continued)

(Millions of yen)

Items	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Cash flows from investing activities		
Purchases of securities	¥ (35,881,690)	¥(36,550,181)
Proceeds from sales of securities	28,338,559	30,653,401
Proceeds from maturity of securities	6,243,375	5,056,145
Increase in money held in trust	(232,557)	-
Decrease in money held in trust	232,557	-
Purchases of tangible fixed assets	(10,883)	(10,932)
Proceeds from sales of tangible fixed assets	165,099	574
Purchases of intangible fixed assets	(9,567)	(7,115)
Proceeds from sales of intangible fixed assets	2	45
Net cash provided by/(used in) investing activities	(1,155,104)	(858,062)
Cash flows from financing activities		
Proceeds from subordinated borrowed money	-	11,000
Repayment of subordinated borrowed money	(46,000)	(11,000)
Proceeds from issuance of subordinated bonds	-	200,747
Repayment of subordinated bonds	-	(50,320)
Proceeds from issuance of common stock	-	202,450
Dividends paid	(44,249)	(49,019)
Dividends paid to minority shareholders	(211)	(313)
Payments related to acquisition of treasury stock	(266,256)	(271,302)
Proceeds from sales of treasury stock	287	6
Net cash provided by/(used in) financing activities	(356,430)	32,249
Effect of exchange rate changes on cash and cash equivalents	(148)	2
Increase/(decrease) in cash and cash equivalents	(42,453)	174,080
Cash and cash equivalents at beginning of the year	1,153,744	1,111,291
Cash and cash equivalents at end of the year	¥ 1,111,291	¥ 1,285,371

Preparation Policies for the Consolidated Financial Statements

*Amounts of less than one million yen have been rounded down

3. Scope of consolidation

(1) Number of consolidated subsidiaries: 18

Names of principal companies: Resona Bank, Ltd.
Saitama Resona Bank, Ltd.
The Kinki Osaka Bank, Ltd.

Resona Bank, Ltd. (“the Bank”) and Resona Trust & Banking, which are both wholly owned subsidiaries of Resona Holdings, Inc. (“the Company or Holdings”), merged on April 1, 2009.

(Accounting change)
ASBJ Guidance No.22, “Guidance on determining a subsidiary and an affiliate” issued on May 13, 2008 is effective for fiscal years beginning on or after April 1, 2009. There was no effect by the adoption.

(2) Non-consolidated subsidiaries:
Name of principal company: Asahi Servicos e Representacoes Ltda.

Non-consolidated subsidiaries are immaterial with respect to assets, ordinary income, net income/loss (based on the owned interest) and earned surplus (based on the owned interest), deferred gains/losses on hedges (based on the owned interest), etc. They are excluded from the consolidation as reasonable judgment on the financial conditions and operating results can still be expected even if they were not consolidated.

4. Application of the equity method

(1) There are no non-consolidated subsidiaries which are accounted for by the equity method.

(2) Number of affiliates which are accounted for by the equity method: 2
Name of principal company: Japan Trustee Services Bank, Ltd.

(3) Non-consolidated subsidiaries which are not accounted for by the equity method
Name of principal company: Asahi Servicos e Representacoes Ltda.

(4) Number of affiliates which are not accounted for by the equity method
Name of principal company: Arise Capital Partners, Inc.

The non-consolidated subsidiaries and affiliates, which are not accounted for by the equity method, are not material to the consolidated financial statements with respect to net income/loss (based on the owned interest), earned surplus (based on the owned interest), deferred gains/losses on hedges (based on owned interest), etc. and accordingly, the equity method is not applied to them.

(5) Entities not recognized as affiliates which the Company owns from 20% to 50% of the voting rights.

Name of entities: Kinai Sogo Shinyo Hosho Co., Ltd.

The entity is established as joint venture by the banks registered to the second association of regional banks in Kinki region to guarantee mortgage. The entity is administered by all those banks’ discussion and unanimous vote, and the Company’s intent is not to control it. Therefore the entity is not recognized as affiliate.

5. Balance sheet dates of consolidated subsidiaries

(1) Balance sheet dates of the consolidated subsidiaries are as follows:
End of December: 4 companies
End of March: 14 companies

(2) All subsidiaries have been consolidated based on their accounts at their respective balance sheet date. Appropriate adjustments have been made for significant transactions during the period from the respective balance sheet date of the above subsidiaries to the balance sheet date of the Company.

6. Special purpose entities

The Bank which is a consolidated subsidiary of the Company securitized its residential mortgage loans through special purpose entity. As of March 31, 2010, the Bank exercised clean-up clause provided on a transfer agreement of the residential mortgage loans, and the special purpose entity was liquidated.

7. Valuation of assets and liabilities of consolidated subsidiaries

Acquisitions of subsidiaries are accounted for by the purchase method and assets and liabilities of the consolidated subsidiaries are initially recorded at fair value.

8. Amortization of goodwill and negative goodwill

Goodwill and negative goodwill are amortized by the straight-line method over 5 years and which are with insignificant balances are expensed as incurred.

Significant Accounting Policies

9. Trading assets/trading liabilities and trading profits/trading losses

Transactions whose purpose is to earn a profit by taking advantage of short-term fluctuations in the market or discrepancies between interest rates, currency exchange rates, financial instruments or other indices on different markets (hereinafter referred to as "transactions for trading purposes") are included in "Trading assets" or "Trading liabilities" in the consolidated balance sheets on a trade-date basis. Profits and losses on the transactions for trading purposes are included in "Trading profits" and "Trading losses" in the consolidated statements of operation on a trade-date basis.

Securities and monetary claims etc. held for trading purposes are stated at market value as of the consolidated balance sheet date. Derivatives, including swaps, futures and options, held for trading purposes, are stated at the close-out value calculated assuming the transaction is closed-out on the consolidated balance sheet date.

Trading profits and trading losses include interest received and the interest paid during the year, changes in fair value of securities and monetary claims, etc., and changes in the close-out value of derivatives during the year.

10. Securities

Bonds held to maturity are stated at amortized cost (straight-line method) by the moving average method.

Investments in the non-consolidated subsidiaries and affiliates for which the equity method of accounting are not applied are stated at cost determined by the moving average method.

Available-for-sale equity securities with market value are stated at fair value, based on the average market price during the last month of the year. Available-for-sale securities with market value, except equity securities with market value, are stated at their respective market value and the cost of sales of such securities is determined by the moving average method. Available-for-sale securities without readily determinable market value are stated at cost determined by the moving average method.

Net unrealized gains or losses, net of applicable taxes, on available-for-sale securities are included as a component of equity.

11. Derivative transactions

Derivative transactions (excluding "transactions for trading purposes") are stated at market value.

12. Depreciation of fixed assets

(1) Tangible fixed assets (Except for lease assets)

Depreciation of tangible fixed assets is calculated mainly by the straight-line method for buildings and by the declining-balance method for equipment. The useful lives adopted for major premises and equipment are as follows:

- Buildings: 2 ~ 50 years
- Equipment: 2 ~ 20 years

(2) Intangible fixed assets (Except for lease assets)

Amortization of intangible fixed assets is calculated by the straight-line method. Software for internal use is amortized by the straight-line method over the estimated useful lives (mainly 5 years).

(3) Leased assets

Finance leases other than those which are deemed to transfer the ownership of the leased assets to the lessee are depreciated by a straight-line method over the lease term. Residual value of those leased assets is zero unless any guaranteed amount is stated on the lease agreement.

Finance leases which transfer the ownership of the leased assets to the lessee are depreciated by the same method applicable to the owned fixed assets.

13.Reserve for possible loan losses

The principal consolidated subsidiaries have made provisions for reserve for possible loan losses in accordance with their internal standards for write-offs and reserves as follows:

For loans to insolvent customers who are undergoing bankruptcy or special liquidation, etc. (hereinafter, “borrowers under bankruptcy proceedings”) or who are in a similar financial condition, although not yet in bankruptcy (hereinafter “borrowers substantially in bankruptcy”), the reserve for possible loan losses is provided at the full amount of the book value of such loans after deducting the amount of direct write-offs (as defined below) and excluding the amounts deemed collectible from the disposal of the collateral and the guarantees that are deemed recoverable.

For loans to customers not presently in the above circumstances, but in a high probability of becoming insolvent (hereinafter, “customers with high probability of becoming insolvent”) or loans to customers to be closely watched, which exceeds a certain threshold, the Discounted Cash Flows Method (the “DCF Method”) is applied to provide the allowance for doubtful accounts, if cash flows on collection of principals of interests can be reasonably estimated. Under the DCF Method, reserve for possible loan losses is provided as the difference between future cash flows discounted by the original interest rate and carrying value of the loan.

For other loans, the reserve for possible loan losses is calculated based on the loss rates derived from the historical loss experience for a certain period and others.

The allowance for loans to specific foreign borrowers is provided based on the amount of expected losses determined considering the political and economic situation of their respective countries.

The Credit Review Office, which is independent from the operating divisions, examines the operating divisions’ asset quality reviews of each loan for collectibility in accordance with self-assessment standards. The provision for possible loan losses is based on the results of these reviews.

Regarding the loans with collateral or guarantees, etc. to the borrowers under bankruptcy proceedings and borrowers substantially in bankruptcy, the unrecoverable amount of loans is directly written-off from loan balances. The estimated unrecoverable amount is determined considering a valuation of the collateral and guarantees and is ¥ 485,117 million.

Other consolidated subsidiaries mainly provide the reserve for possible loan losses at amounts deemed necessary judged by the past write-off experience ratios for general loans and individually determined uncollectible amounts for specific loans, such as those to borrowers under bankruptcy proceedings.

14.Reserve for possible losses on investments

Reserve for possible losses on investments is provided for possible losses on investments in securities, after taking into consideration the financial condition and other factors concerning an investee company.

15.Reserve for employees’ bonuses

The reserve for employees’ bonuses is provided for estimated performance bonuses to be paid for employees as of the consolidated balance sheet date.

16.Reserve for employees' retirement benefits

The reserve for employees' retirement benefits is provided for the payment of retirement benefits to employees at the amount attributable to the current interim period based on the projected benefits obligation and the fair value of plan assets as of the consolidated balance sheet date.

Prior service cost is changed to income as it is incurred.

Unrecognized actuarial gains and losses are amortized from the following fiscal year after incurrence by the straight-line method over the average remaining service period of eligible employees (10 years).

(Accounting change)
ASBJ Statement No.19 "Partial Amendments to Accounting Standard for Retirement Benefits (Part3)" issued on July 31, 2008 is effective on March 31, 2010. There was no effect by the accounting change due to adopting the same discount rate.

17.Other reserves

Other reserves are provided to cover future expenses and losses that can be reasonably estimated.
Major components are as follows:

(1) Reserve for losses on trust transactions: ¥ 11,092 million
A reserve for losses on trust transactions has been provided for the estimated future losses on the trust transactions without the principal indemnification which certain consolidated banking subsidiaries have been administrating and operating.

(2) Reserve for losses on reimbursement of deposits: ¥ 8,305 million
A reserve for losses on reimbursement of deposits has been provided for the future losses resulting from reimbursements of deposits subsequent to the period of derecognition of the related liabilities.

(3) Reserve for deposit to credit guarantee corporations: ¥ 5,000 million
A reserve for deposit to credit guarantee corporations has been provided for the estimated future deposits required due to the implementation of burden charge system.

(4) Reserve for Resona club points: ¥ 3,547 million
A reserve for Resona club points has been provided for the estimated future uses of the points.

(5) Reserve for losses on interest repayments: ¥ 632 million
A reserve for losses on interest repayments has been provided for the future losses on interest repayment claims based on the historical experience for such repayments.

18.Foreign-currency-denominated assets and liabilities

Foreign-currency-denominated assets and liabilities of consolidated domestic banking subsidiaries, except for the investments in affiliates on which historical foreign exchange rates are used, are translated into yen, primarily at the exchange rates on the consolidated balance sheet date.
Foreign-currency-denominated assets and liabilities of the other consolidated subsidiaries are translated into yen at the exchange rate on the respective balance sheet date.

19.Leases

Finance leases other than those which are deemed to transfer ownership of the leased assets to the lessee of the Company and domestic consolidated subsidiaries, which started before April 1, 2008, are accounted for by a similar method that applicable to operating lease.

20.Derivatives and hedge accounting

(1) Hedges of interest rate risk

Certain consolidated banking subsidiaries apply the deferred hedge accounting to hedges of interest risk associated with their financial assets and liabilities in accordance with the Japanese Institute of Certified Public Accountants ("JICPA") Industrial Audit Committee Report No. 24 "Accounting and Auditing Treatments on the Application of Accounting Standards for Financial Instruments in the Banking Industry". In assessment of effectiveness of fair value hedge, the hedged instruments such as loans and deposits and hedging instruments such as interest swaps are specified as a group with similar remaining term. In assessing effectiveness of cash flow hedge, the correlation of the interest sensitivities of the hedged instruments and the hedging instruments are examined.

Deferred gains or losses on hedges in consolidated balance sheet based on previous macro-hedge approach, under which derivatives are designated to hedge net interest risk of numerous financial assets and liabilities, such as loans and deposits, in accordance with JICPA Industry Audit Committee, Report No. 15 "Accounting and Auditing Present Treatments on the Application of Accounting Standards for Financial Instruments in the Banking Industry", are amortized at most 10 years starting from the year ended March 31, 2004 as interest income and expenses based on the remaining term and the notional amount of hedging instruments.

Deferred gains on hedges based on the macro-hedge approach at the consolidated balance sheet date were ¥ 285 million (prior to deducting tax effect).

(2) Hedges of foreign currency risk

Certain consolidated banking subsidiaries apply the deferred hedge accounting to hedge of the foreign currency risk associated with their foreign-currency-dominated financial assets and liabilities in accordance with JICPA Industry Audit Committee Report No.25 "Treatment in Accounting and Auditing Concerning the Accounting Treatment of Foreign Currency Transactions in the Banking Industry". Assessment of the effectiveness of these hedge transactions is conducted by confirming whether notional amount of hedging currency swaps, foreign exchange swaps, etc. is corresponding to hedged foreign-currency-denominated receivables or payables.

In addition, in application of the deferred hedge accounting or the fair value hedge accounting to hedges of foreign exchange risk of foreign-currency-denominated securities other than bonds, at the inception of each hedge, the hedge effectiveness is assessed by confirming whether the foreign currency payable amount of hedging spot or forward exchange contracts exceed the acquisition costs of the hedged foreign-currency-denominated securities.

(3) Inter-and intra-company derivative transactions

Because internal interest swaps, currency swaps, and other derivatives transactions specified as hedging instruments are strictly processed based the appropriate market pricing and covered by corresponding external transactions as required by the JICPA Industry Audit Committee, Report No. 24 and No. 25, gains and losses on these internal derivative transactions within consolidated banking subsidiaries or with their trading accounts, are not eliminated, and are recognized as profit or deferred.

The hedging of certain assets and liabilities are accounted for by the deferred hedge accounting, fair value hedge accounting and the special treatment of interest rate swaps.

21.Consumption tax and local consumption tax

The Company and domestic consolidated subsidiaries mainly account for consumption tax and local consumption tax with the tax-exclusion method.

22.Consolidated corporate-tax system

The Company and certain consolidated subsidiaries adopt consolidated corporate-tax system with the Company being a parent company under the system.

23.Cash and cash equivalents on the consolidated statements of cash flow

Cash and cash equivalents on the consolidated statements of cash flows represent cash and due from the Bank of Japan included in “Cash and due from banks” on the consolidated balance sheet.

24.Changes in significant items to prepare consolidated financial statements

(Accounting for Financial instruments)

ASBJ Statement No.10 “Accounting Standard for Financial Instruments” and ASBJ Guidance No.19 “Guidance on Disclosure about Fair Value of Financial Instruments” issued on March 10, 2008 are effective on March 31, 2010. As a result of adopting those standards, securities increased by ¥ 256 million, reserve for possible loan losses decreased by ¥ 3,510 million, deferred tax assets decreased by ¥ 362 million, Net unrealized gains on available-for-sale securities increased by ¥ 530 million, and ordinary profits and income before income taxes and minority interests increased by ¥ 2,873 million, respectively.

Notes to Consolidated Balance Sheets

25. Investments in affiliates (except for investments in consolidated subsidiaries): ¥ 23,966 million

26. Stock lent under consumption agreements amounted to ¥ 37,908 million in Japanese government bonds in "Securities." A portion of unsecured borrowed securities, securities purchased under resale agreements and securities borrowed with cash collateral were ¥ 50,418 million of securities collateralized and ¥ 5,985 million of securities lent as of March 31, 2010.

27. Loans to borrowers in legal bankruptcy amounted to ¥ 35,324 million, and past due loans amounted to ¥ 466,511 million.

    Loans to borrowers in legal bankruptcy are loans for which payment of principals or interests has not been received for a substantial period or, for other reasons, there are no prospects for collection of principals or interests, and accordingly, no interest has been accrued (excluding balance already written off and hereinafter referred to as nonaccrual loans) and also certain specific condition stated in the Implementation Ordinances for the Corporation Tax Law (Cabinet Order No. 97, 1965), Items i through v in Article 96-1-3 or the circumstances stated in Article 96-1-4 exists.

    Past due loans are nonaccrual loans, other than loans to borrowers in legal bankruptcy and loans whose interest payments have been rescheduled in order to support the restructuring of the borrowers.

28. Loans past due 3 months or more amounted to ¥ 13,700 million.

    Loans past due 3 months or more are loans on which payment of principal or interest is overdue for 3 months or more from the contract payment date. These loans do not include "loans to borrowers in legal bankruptcy" and "past due loans."

29. Restructured loans amounted to ¥ 188,583 million.

    Restructured loans are those which consolidated subsidiaries have provided special terms and conditions: - including reduction of the interest rates, reschedule of the interest and principal payments, or waiver of claims on the borrowers, all of which are more favorable to the borrowers than the corresponding terms in the original loan agreements. These loans do not include "loans to borrowers in legal bankruptcy", "past due loans" and "loans past due 3 months or more."

30. Loans to borrowers in legal bankruptcy, past due loans, loans past due 3 months or more and restructured loans amounted to ¥ 704,120 million in the aggregate.
    The amounts presented in Notes from 3 to 6 are stated before net of the reserve for possible loan losses.

31. Bills discounted are recorded as lending/borrowing transactions in accordance with the JICPA Industry Audit Committee, Report No.24. Consolidated banking subsidiaries have a right to sell or collateralize such bills at their discretion. The total face value of bank acceptance bills, commercial bills and documentary bills obtained as a result of discounting and foreign exchange purchase was ¥ 201,266 million.

32. Assets pledged as collateral are as follows:

Assets pledged as collateral:

• Trading assets	¥ 144,914 million
• Securities	¥ 5,616,701 million
• Loans and bills discounted	¥ 204,219 million
• Other assets	¥ 3,886 million

Liabilities corresponding to the assets pledged:

• Deposits	¥ 175,895 million
• Bills sold under repurchase agreement	¥ 132,976 million
• Deposits received for bonds lending transaction	¥ 55,933 million
• Borrowed money	¥ 550,400 million
• Other liabilities	¥ 39 million

Other than above, “Cash and due from banks”, “Securities” and “Other assets”, in the amount of ¥ 80 million, ¥ 1,019,816 million, and ¥ 189,800 million, respectively, were pledged as collateral for settlement of foreign exchange, derivatives transactions or for futures transactions and others.

“Other assets “includes the deposits for future transactions in the amount of ¥ 2,651 million and for leasehold deposits in the amount of ¥ 22,963 million

33. Overdrafts and loans commitment agreement is an agreement under which the Company extends loans to customers up to the certain amount at the request of customer unless the customer violates the conditions of the agreement. Unused balances of such agreements are amounted to ¥ 7,821,708 million including ¥ 7,623,747 million of balances under the agreements expiring within a year or agreements cancelable at any time without penalty.

The unused commitment does not necessarily impact on the future cash flows of consolidated subsidiaries because most of those agreements will be terminated without used. In addition, most agreements contain provisions, which allow consolidated subsidiaries to refuse making loans or decrease the limit, if there are any reasons such as changes in the financial condition, the credit management policies or for other reasons. When extending loans to customers, consolidated subsidiaries request collateral such as premises or securities if necessary. After entering into the agreement, consolidated subsidiaries periodically check the financial condition of the customers based on its internal rules and, if necessary, take certain measures from credit risk management perspectives.

34. Certain consolidated domestic subsidiaries revalued land used for business purposes based on the Law Concerning Land Revaluation (Law No.34, announced on March 31, 1998). “Deferred tax liabilities on land revaluation” is presented in liabilities and “revaluation reserve for land” is presented in equity.

Revaluation date: March 31, 1998

The revaluation method as stated in Article 3-3 of the Law Concerning Land Revaluation:

The value of land is based on the official notice prices stated in the Law of Public Notice of Land Prices (assessed date, January 1, 1998) as stipulated in Article 2-1 of the Ordinance for the Law Concerning Land Revaluation (Cabinet Office Ordinance No.119, announced on March 31, 1998) after making reasonable adjustments for the location and quality of the sites.

The difference between the total fair values and total book values, which were revaluated, of the land owned for business purposes as of March 31, 2009 under the revaluation method: ¥ 28,243 million

35. Accumulated depreciation of tangible fixed assets: ¥ 213,126 million

36. Basis adjustment to the acquisition costs of tangible fixed assets: ¥ 54,815 million

37. Borrowed money includes subordinated borrowed money of ¥ 52,000 million that are subordinated to other debt in repayment by special covenants.

38. Bonds include subordinated bonds of ¥ 737,976 million.

39. The principal amount of trust with the principal indemnification agreement is ¥ 456,479 million.

40. Guarantees are provided on certain privately placed bonds, in accordance with Article 2-3 of FIEL, included in "Securities." The amount of the guarantees is ¥ 298,524 million.

41. Equity per share: 44.77 yen

42. In addition to the lease assets recorded in the consolidated balance sheets, certain computers are held under finance leases which do not transfer ownership of the leased assets to lessees and are accounted for as operating lease.

(1) Acquisition costs	Tangible fixed assets	¥ 7,015 million
	Intangible fixed assets	¥ 426 million
	Total	¥ 7,441 million
(2) Accumulated depreciation	Tangible fixed assets	¥ 5,374 million
	Intangible fixed assets	¥ 217 million
	Total	¥ 5,591 million
(3) Net book value	Tangible fixed assets	¥ 1,640 million
	Intangible fixed assets	¥ 209 million
	Total	¥ 1,849 million
(4) Future minimum lease payments excluding interests		
	Due within one year	¥ 1,110 million
	Due after one year	¥ 1,046 million
	Total	¥ 2,157 million
(5) Pro forma depreciation and interest expenses		
	Lease expenses	¥ 1,806 million
	Depreciation	¥ 1,601 million
	Interest expenses	¥ 78 million

(6) Computation of pro forma depreciation

Pro forma depreciation is computed by the straight-line method over the lease term of the respective assets without residual value.

(7) Computation of pro forma interest expense

The difference between the total minimum lease payments and the acquisition cost of the asset is considered as pro forma interest expenses. The effective interest method is used to allocate the interest over the lease term.

Other than the leases recognized as intangible leased assets, future lease payments are fixed under the system outsourcing contracts, in which software lease transaction and related services are embedded. Total future payments of the contracts are ¥ 9,380 million.

43. Information related to the employee retirement benefits as of the consolidated balance sheet date is as follows:

	(Millions of yen)
Retirement benefits obligations	¥ (361,196)
Pension assets at fair value	497,099
Unfunded retirement benefits obligations	135,902
Unrecognized actuarial differences	(7,471)
Net balance on the consolidated balance sheet	¥ 128,431
Prepaid pension expenses	138,253
Reserve for employees' retirement benefits	(9,821)

Note to Consolidated Statements of Operations

44. "Other ordinary income" includes:

- Gains on sales of stocks and other securities ¥ 9,007 million

45. "Other ordinary expenses" includes:

- Write-off of loans ¥ 72,971 million
- Write down of equity securities ¥ 4,590 million

46. Extraordinary gain represents a gain on retirement of subordinated bonds for consolidated domestic banking subsidiaries.

47. Net income per share: 88.32 yen

48. Diluted net income per share: 52.94 yen

Note to Consolidated Statements of Changes in Equity

49.Number and class of shares issued and outstanding and treasury stock are as follows:

(shares in thousand)

		Balance as of March 31, 2009	During the fiscal year 2009		Balance as of March 31, 2010	Remarks
			Increase	Decrease		
Issued stock						
	Common stock	1,139,957	75,000	-	1,214,957	(*1)
	Classified stock					
	Class C, No.1 Preferred Stock	12,000	-	-	12,000	
	Class F, No.1 Preferred Stock	8,000	-	-	8,000	
	Class one, No. 1 Preferred stock	275,000	-	-	275,000	
	Class two, No. 1 Preferred stock	281,780	-	-	281,780	
	Class three, No. 1 Preferred stock	275,000	-	-	275,000	
	Class four Preferred stock	2,520	-	-	2,520	
	Class five Preferred stock	4,000	-	-	4,000	
	Class six Preferred stock	-	3,000	-	3,000	(*1)
	Class nine Preferred stock	10,000	-	10,000	-	(*2)
	Total	2,008,258	78,000	10,000	2,076,258	
Treasury stock						
	Common stock	64,133	40	4	64,168	(*3)
	Classified stock					
	Class nine Preferred stock	-	10,000	10,000	-	(*2)
	Total	64,133	10,040	10,004	64,168	

Note:

(*1) The increase represents issuance of new stocks.

(*2) The increase in number of treasury stock (Class nine Preferred stock) is due to acquisition of the stock within a treasury stock purchase limit. The decrease in the number of treasury stock and outstanding stock (Class nine Preferred stock) is due to retirement of those treasury stocks acquired in the year.

(*3) The increase and decrease represent acquisitions and retirements of odd lot.

50.Detail of cash dividend is as follows:

(1) Dividends paid during the fiscal year ended March 31, 2010

Date of declaration	Class of stock	Amount of cash dividend	Dividend per share	Dividend record date	Effective date
		Millions of yen	*Yen*		
May 15, 2009 Board of directors' meeting	Common stock	10,758	10.00	March 31, 2009	June 9, 2009
	Classified stock				
	Class C, No.1 Preferred Stock	816	68.00		
	Class F, No.1 Preferred Stock	1,480	185.00		
	Class one, No. 1 Preferred stock	8,772	31.90		
	Class two, No. 1 Preferred stock	8,988	31.90		
	Class three, No. 1 Preferred stock	8,772	31.90		
	Class four Preferred stock	2,501	992.50		
	Class five Preferred stock	3,675	918.75		
	Class nine Preferred stock	3,255	325.50		

(2) Dividends of which record dates are before March 31, 2010 and effective dates are after April 1, 2010

The dividends are proposed to the board of directors to be held on May 14, 2010.

Class of stock	Amount of cash dividend	Dividend per share	Source of dividends	Dividend record date	Effective date
	Millions of yen	*Yen*			
Common stock	11,507	10.00	Retained earnings	March 31, 2010	June 9, 2010
Classified stock					
Class C, No.1 Preferred Stock	816	68.00			
Class F, No.1 Preferred Stock	1,480	185.00			
Class one, No. 1 Preferred stock	7,887	28.68			
Class two, No. 1 Preferred stock	8,081	28.68			
Class three, No. 1 Preferred stock	7,887	28.68			
Class four Preferred stock	2,501	992.50			
Class five Preferred stock	3,675	918.75			
Class six Preferred stock	1,159	386.51			

Notes to consolidated statements of cash flows

1. Reconciliation between cash and cash equivalents and cash and due from banks in the consolidated balance sheet as of March 31, 2010 is as follows:

	(Millions of yen)
Cash and due from banks	¥ 1,607,691
Due from banks other than The Bank of Japan	(322,320)
Cash and cash equivalents	¥ 1,285,371

Market Value of Investment Securities and Money Held in Trust

(As of March 31, 2010)

51.Investment securities

"Securities" in the consolidated balance sheet, negotiable certificates of deposit in "Cash and due from banks", trust beneficiary certificate in "Monetary claims bought", and trading securities and short-term bonds in "Trading assets" were included in the following tables.

(1) Securities held for trading purposes (As of March 31, 2010)

(Millions of yen)

	Net unrealized gain included in the consolidated statements of operations
Securities held for trading purposes	¥ 164

(2) Marketable bonds held to maturity (As of March 31, 2010)

(Millions of yen)

		Carrying amount on the consolidated balance sheet	Market Value	Differences
Market value exceeding carrying amount on the consolidated balance sheet	Japanese government bonds	817,238	833,043	15,804
	Japanese local government bonds	239,271	248,288	9,017
	Corporate bonds	12,520	12,730	210
	Total	1,069,029	1,094,061	25,032
Market value below carrying amount on the consolidated balance sheet	Japanese local government bonds	13,995	13,885	(109)
	Corporate bonds	4,177	4,098	(78)
	Total	18,172	17,984	(187)
Grand Total		1,087,202	1,112,046	24,844

(3) Available-for-sale securities (As of March 31, 2010)

(Millions of yen)

			Carrying amount on the consolidated balance sheet	Acquisition costs	Differences
Carrying amount on the consolidated balance sheet exceeding acquisition cost	Stocks		401,479	257,750	143,728
	Bonds		2,168,101	2,154,228	13,872
		Japanese government bonds	1,275,403	1,268,368	7,035
		Japanese local government bonds	109,193	106,895	2,297
		Corporate bonds	783,503	778,964	4,539
	Other		84,021	78,966	5,055
	Total		2,653,601	2,490,945	162,656
Carrying amount on the consolidated balance sheet below acquisition cost	Stocks		73,113	86,786	(13,673)
	Bonds		4,877,914	4,900,897	(22,982)
		Japanese government bonds	4,466,726	4,487,346	(20,620)
		Japanese local government bonds	39,095	39,351	(255)
		Corporate bonds	372,093	374,200	(2,107)
	Other		249,710	255,103	(5,392)
	Total		5,200,738	5,242,787	(42,048)
Grand Total			7,854,340	7,733,733	120,607

Notes: 1. For unlisted stocks (¥ 75,659 million on the consolidated balance sheet) and investments in partnership (¥ 24,657 million on the consolidated balance sheet), it is very difficult to determine fair market value because they are not traded on market. Those unlisted stocks and investments in partnership are not included in available-for-sale securities on above.

(4) There is no bonds held to maturity sold during the year (from April 1, 2009 to March 31, 2010)

(5) Available-for-securities sold during the year (from April 1, 2009 to March 31, 2010)

(Millions of yen)

	Proceeding amount	Total gains on sales	Total losses on sales
Stocks	19,639	6,970	120
Bonds	30,285,849	38,353	8,230
Japanese government bonds	29,753,577	35,227	8,143
Japanese local government bonds	161,069	828	81
Corporate bonds	371,202	2,297	6
Other	447,644	4,051	2,010
Total	30,753,133	49,376	10,361

(6) Impairment of securities
Available-for-securities, of which market values significantly declined in comparison with acquisition costs and the market values rarely recover to the acquisition costs, were recorded at the market value on the consolidated balance sheet and the valuation differences were recognized as an impairment loss.
For the year ended March 31, 2010, an impairment loss was amounted to ¥ 2,744 million.

A substantial decline in market value is determined based on classification of security issuer which is used in the self-assessment of asset quality for loan loss reserving, as follows:
(i) For issuers who are classified as borrowers under bankruptcy proceedings, borrowers substantially in bankruptcy and borrowers with a high probability of becoming insolvent and borrowers under close watch: where market value is lower than carrying value.
(ii) For issuers who are classified as borrowers under close watch: where market value declined by 30% or more compared to carrying value.
(iii) Others: where market value declined by 50% or more compared to carrying value.

Business Combinations

(Merger and acquisition under common control)
In accordance with the merger agreement made on December 19, 2008, by the Company, and the Bank and Resona Trust & Banking Co., Ltd. (“Resona Trust & Banking”), which are both wholly owned subsidiaries of the Company, the Bank and Resona Trust & Banking merged on April 1, 2009.

Overview of the merger was as follows:

(1) Name and business of entities
i) Combining entity
Name: Resona Bank
Business: Banking and trust business
ii) Combined entity
Name: Resona Trust & Banking
Business: Banking and trust business

(2) Legal method of merger
The Bank is the surviving company and Resona Trust & Banking was dissolved.

(3) Name of the merged company: Resona Bank, Limited.

(4) Purpose of merger
This merger aims to raise the value of the Group and provide better services to customers through the reinforcement of trustee functions and the maintenance and development of expertise.

(5) Date of merger: April 1, 2009

(6) Outline of accounting method used for merger
The merger is treated as a transaction under common control in accordance with the Accounting Standard for Business Combinations issued by the Business Accounting Council on October 31, 2003 and ASBJ Guidance No.10, “Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures” issued on November 15, 2007.

Note on Going-Concern Assumption

Not applicable

Segment Information

52.Business Segment Information
FY 2009 (for the period from April 1, 2009 to March 31, 2010)
Since the ordinary income and employed assets of "Banking and Trust banking" segment is more than 90 % of all the other segments combined, business segment information for FY 2009 is not presented.
Such disclosures have been omitted in the prior fiscal year (for the period from April 1, 2008 to March 31, 2009) also.

53.Geographical Segment Information
FY 2009 (for the period from April 1, 2009 to March 31, 2010)
Since the ordinary income and employed assets of "Japan" segment is more than 90 % of all the other segments combined, geographical segment information for FY 2009 is not presented.
Such disclosures have been omitted in the prior fiscal year (for the period from April 1, 2008 to March 31, 2009) also.

54.Overseas ordinary income
FY 2009 (for the period from April 1, 2009 to March 31, 2010)
Since overseas ordinary income is less than 10% of the total, overseas ordinary income for FY 2009 is not presented.
Such disclosures have been omitted in the prior fiscal year (for the period from April 1, 2008 to March 31, 2009) also.

Per Share Information

	FY 2008 From April 1, 2008 To March 31, 2009	**FY 2009** From April 1, 2009 To March 31, 2010
Equity per share	¥ (303.63)	¥44.77
Net income per share	76.27	88.32
Net income (diluted) per share	53.83	52.94

(Note 1) Equity per share is calculated based on the followings:

(Millions of yen, except number of shares)

	March 31, 2009	**March 31, 2010**
Equity	¥ 2,178,084	¥ 2,271,897
Amounts excluded from equity	2,504,743	2,220,374
Minority interests	129,921	125,326
Preferred stock	2,336,561	2,061,561
Dividends on preferred stock	38,260	33,487
Equity attributable to common stock at end of year	(326,659)	51,523
Number of common stock at end of year used for the calculation of Equity per share (shares in thousand)	1,075,824	1,150,789

(Note2) Net income per share and Net income per share (diluted) are calculated based on the followings:

(Millions of yen, except number of shares)

	FY 2008 From April 1, 2008 To March 31, 2009	**FY 2009** From April 1, 2009 To March 31, 2010
Net income per share		
Net income	¥ 123,910	¥ 132,230
Amounts not attributable to common stockholders	38,260	33,487
Dividends on preferred stock	38,260	33,487
Net income attributable to common stock	85,649	98,743
Average number of common stock during the period (shares in thousand)	1,122,938	1,117,924
Net income (diluted) per share		
Adjustments in net income	32,084	24,671
Dividends on preferred stock	32,084	24,671
Increase in number of common stock (shares in thousand)	1,064,003	1,213,170
Preferred stock (shares in thousand)	1,064,003	1,213,170
Outline of dilutive securities which were not included in the calculation of “Net income per share (diluted)” because they do not have dilutive effect.	Not applicable	Number of Class F, No.1 Preferred Stock outstanding 8,000 thousand shares

*Due to the significance, notes to “Lease transactions”, “Related party transactions”, “Deferred tax accounting”, “Derivative transactions” and “Employee’s retirement benefits” are not presented here, but disclosed on EDINET.

As for “Finance leases other than those which are deemed to transfer ownership of the leased assets to the lessee” and “Projected employees’ retirement benefits obligation”, please refer to “Notes to consolidated balance sheets.”

Also, as for “Deferred tax accounting”, please refer to the following “Computation of Deferred Tax Assets.”

Computation of Deferred Tax Assets

55.Computation of deferred tax assets and estimated period of future taxable income

	Classification of exemplification (*1)	Estimated period of future taxable income	Special factors (*2) (only the case of No. 4 Exception)
Resona Bank, Ltd.	No. 4 Exception	5 years	Acceleration of disposal of non-performing loans (Program for Financial Revival, etc) and others
Saitama Resona Bank, Ltd.	No. 2	-	
Kinki Osaka Bank, Ltd.	No. 4	1 year	

Note:

(*1) Classification of exemplification: Auditing Treatment concerning Determination of Recoverability of Deferred Tax Assets (JICPA Audit Committee Report No. 66, issued on November 9, 1999)
For the entity applicable to No. 4 Exception, it is more likely that future deductible temporary differences will be realized in accordance with the JICPA Audit Committee Report No. 66.

(*2) Reasons for significant net operating loss carry forward and future deductible temporary difference which significantly exceed the past ordinary profits level

56.The amounts of taxable income/non-consolidated taxable income allocated from consolidation (Before deduction of net operating losses carry forward/consolidated net operating losses) for the past five years

(Billions of yen)

	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009 (estimate)
Resona Bank, Ltd.	104.7	219.7	212.0	209.7	82.8
Saitama Resona Bank, Ltd.	62.6	46.5	67.9	45.8	76.5
Kinki Osaka Bank, Ltd.	(19.4)	9.7	8.2	10.3	8.4

57.The estimated amounts of net business profits, income before income tax, taxable income before adjustments used for the estimation

(Billions of yen)

	Estimated period	Net operating income	Operating income before taxes	Taxable income
Resona Bank, Ltd.	5 Years	773.5	620.3	748.6
Kinki Osaka Bank, Ltd.	1 Year	19.5	6.0	21.7

58. Description of the types of deferred tax assets and liabilities

(Consolidated corporate-tax system has been applied since FY 2004. Deferred tax assets and liabilities are calculated on the assumption of the consolidated corporate-tax system)

(Billions of yen)

	Resona Bank, Ltd.	Saitama Resona Bank, Ltd.	Kinki Osaka Bank, Ltd.	(Reference) Resona Holdings, Inc.
Reserve for loan losses	195.5	27.7	19.7	
Write-down on investment securities	110.2	11.4	6.2	792.0
Unrealized losses on other securities			1.0	
Reserve for employees' retirement benefits	42.3	9.2	2.3	
Net loss carry forward	642.6		120.1	19.1
Others	66.2	12.2	7.8	1.7
Subtotal of deferred tax assets	1,057.1	60.6	157.4	812.9
Valuation allowance	(824.3)	(20.6)	(144.5)	(812.8)
Deferred tax assets	232.7	40.0	12.8	0.0
Gains on placing trust for retirement benefits	17.9			
Unrealized gains on other securities	16.0	9.8		
Deferred gains on hedges	9.9			
Others	4.5	8.0	0.1	
Deferred tax liabilities	48.5	17.8	0.1	-
Net deferred tax assets	184.1	22.1	12.7	0.0

Statement of Trust Assets and Liabilities

(As of March 31, 2010)

(Millions of Yen)

Assets	Amount	Liabilities	Amount
Loans and bills discounted	98,679	Money trusts	7,079,767
Securities	0	Pension trusts	3,396,047
Trust beneficiary certificate	25,257,800	Asset formation benefit trusts	1,074
Securities held in custody account	1,200	Securities investment trusts	14,407,187
Monetary claims	303,756	Pecuniary trusts other than money trusts	254,397
Tangible fixed assets	636,413	Securities trusts	363,615
Intangible fixed assets	3,471	Monetary claims trusts	324,918
Other claims	9,317	Real estates trusts	125,955
Due from banking account	376,687	Real estate leases trusts	2,892
Cash and due from banks	22,391	Composite trusts	753,862
Total assets	26,709,717	Total liabilities	26,709,717

Notes:

1. Amounts of less than one million yen have been rounded down.
2. The trust without readily determinable monetary values was excluded.
3. Trust beneficiary certificates worth of ¥ 25,257,800 million were re-entrusted for asset administration purpose.
4. Co-managed trust funds under other trust bank's administration amounted to ¥ 1,822,174 million.
5. Loans and bills discounted where the Bank guarantees the principal is amounted to ¥ 98,679 million includes followings:

	(Million of Yen)
Loans to borrowers in legal bankruptcy	¥ 28
Past-due loans	18,140
Loans past due 3 months or more	232
Restructured loans	3,643
Total	¥ 22,044

The trust in the principal indemnification agreement (including the trust that were re-entrusted for operations)

(As of March 31, 2010)

(Millions of Yen)

Assets	Amount	Liabilities	Amount
Loans and bills discounted	98,679	Principal	456,479
Other	358,307	Special loan loss reserve	301
		Other	206
Total assets	456,986	Total liabilities	456,986

(Reference Sheet)
Comparison of Statements of Trust Assets and Liabilities

(Millions of Yen)

Assets	March 31, 2010 (A)	March 31, 2009 (B)	Difference (A)-(B)
Loans and bills discounted	¥ 98,679	¥ 112,856	¥ (14,177)
Securities	0	6,366,594	(6,366,593)
Trust beneficiary certificate	25,257,800	26,519,268	(1,261,468)
Securities held in custody account	1,200	501	699
Monetary claims	303,756	353,466	(49,710)
Tangible fixed assets	636,413	678,554	(42,140)
Intangible fixed assets	3,471	3,570	(98)
Other claims	9,317	10,228	(911)
Due from banking account	376,687	345,877	30,810
Cash and due from banks	22,391	29,421	(7,030)
Total assets	26,709,717	34,420,340	(7,710,622)
Co-managed trust funds under other trust bank's administration	¥ 1,822,174	¥ 1,907,990	¥ (85,815)

Liabilities	March 31, 2010 (A)	March 31, 2009 (B)	Difference (A)-(B)
Money trusts	¥ 7,079,767	¥ 13,452,937	¥ (6,373,169)
Pension trusts	3,396,047	4,173,367	(777,319)
Asset formation benefit trusts	1,074	1,060	14
Securities investment trusts	14,407,187	14,820,506	(413,319)
Pecuniary trusts other than money trusts	254,397	117,901	136,495
Securities trusts	363,615	527,750	(164,135)
Monetary claims trusts	324,918	373,541	(48,622)
Real estate trusts	125,955	120,071	5,883
Real estate lease trusts	2,892	4,689	(1,796)
Composite trusts	753,862	828,512	(74,650)
Total liabilities	¥ 26,709,717	¥ 34,420,340	¥ (7,710,622)

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

Summary of Non-Consolidated Financial Results (March 31, 2010/Unaudited)

Resona Holdings, Inc.

Non-Consolidated Balance Sheets

(Millions of yen)

	March 31, 2009	March 31, 2010
Assets		
Current assets		
Cash and cash equivalents	¥ 501	¥ 371
Securities	745,100	558,700
Prepaid expenses	1	7
Deferred tax assets	34,743	82
Accrued income	35	20
Other receivable	34,747	38,890
Accrued income tax refund	36,101	6,539
Total current assets	851,231	604,611
Non-current assets		
Tangible fixed assets		
Tools, furniture and fixtures	7	6
Total tangible fixed assets	7	6
Intangible fixed assets		
Trademark	42	30
Software	7	5
Total intangible fixed assets	49	35
Investments and other assets		
Investments in subsidiaries and affiliates	1,108,147	1,119,003
Long-term loans to subsidiaries and affiliates	70,000	89,500
Other	5	4
Reserve for possible losses on investments	(1,082)	(4,016)
Total investments and other assets	1,177,070	1,204,491
Total Non-current assets	1,177,127	1,204,534
Total assets	2,028,359	1,809,145
Liabilities		
Current liabilities		
Bonds scheduled for repayment within one year	110,000	60,000
Other payable	257	375
Accrued expenses	653	385
Income tax payable	21	16
Consumption tax payable	45	0
Reserve for employees' bonuses	327	279
Other	2,465	184
Total current liabilities	113,771	61,242
Non-current liabilities		
Bonds	110,000	50,000
Total non-current liabilities	110,000	50,000
Total liabilities	223,771	111,242
Equity		
Capital	327,201	327,201
Capital surplus		
Capital reserve	327,201	327,201
Other capital surplus	269,498	176,898
Total capital surplus	596,700	504,099
Retained earnings		
Other earned surplus		
Retained earnings carried forward	967,482	953,442
Total retained earnings	967,482	953,442
Treasury stock	(86,795)	(86,840)
Total shareholders' equity	1,804,588	1,697,902
Total equity	1,804,588	1,697,902
Total liabilities and equity	¥ 2,028,359	¥ 1,809,145

Non-Consolidated Statements of Operations

(Millions of yen)

	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Operating income:		
Dividends from subsidiaries and affiliates	¥ 178,463	¥ 32,077
Fees from subsidiaries and affiliates	5,665	4,733
Interest on loans to subsidiaries and affiliates	1,448	2,238
Total operating income	185,577	39,048
Operating expenses:		
Interest expense on debt	935	-
Interest on bonds	2,663	2,070
Bond issuance costs	121	-
General and administrative expenses	4,734	4,295
Total operating expenses	8,455	6,366
Operating profits	177,122	32,681
Non-operating profits		
Interest income on securities	1,989	598
Commission received	133	115
Interest on tax refunds	61	18
Other	75	0
Total non-operating profits	2,259	732
Non-operating expenses		
Stock issuance costs	-	797
Acquisition cost of treasury stock	33	-
Other	0	9
Total non-operating expenses	33	807
Ordinary profits	179,348	32,606
Extraordinary losses		
Devaluation of investment in subsidiaries and affiliates	3,119	360
Provision for reserve for possible losses on investments	1,082	4,01
Loss on prior year adjustments	108	-
Losses on disposal of fixed assets	0	0
Total extraordinary losses	4,311	4,377
Income before income taxes	175,037	28,229
Income taxes－current	(34,492)	(41,410)
Prior year income taxes	4,213	-
Income taxes – deferred	31,210	34,660
Total income taxes expenses	932	(6,749)
Net income	¥ 174,105	¥ 34,979

Non-Consolidated Statements of Changes in Equity

(Millions of yen)

	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
59.Shareholders' equity		
Capital		
Balance at beginning of year	¥ 327,201	¥ 327,201
Changes of items during the period		
Total changes of items during the period	-	-
Balance at end of year	327,201	327,201
Capital surplus		
Capital reserve		
Balance at beginning of year	327,201	327,201
Changes of items during the period		
Total changes of items during the period	-	-
Balance at end of year	327,201	327,201
Other capital surplus		
Balance at beginning of year	449,953	269,498
Changes of items during the period		
Issuance of new stock	-	178,650
Disposal of treasury stock	(19)	(0)
Retirement of treasury stock	(180,435)	(271,250)
Total changes of items during the period	(180,455)	(92,600)
Balance at end of year	269,498	176,898
Total capital surplus		
Balance at beginning of year	777,155	596,700
Changes of items during the period		
Issuance of new stock	-	178,650
Disposal of treasury stock	(19)	(0)
Retirement of treasury stock	(180,435)	(271,250)
Total changes of items during the period	(180,455)	(92,600)
Balance at end of year	596,700	504,099
Retained earnings		
Other earned surplus		
Retained earning carried forward		
Balance at beginning of year	837,626	967,482
Changes of items during the period		
Dividends from surplus	(44,249)	(49,019)
Net income	174,105	34,979
Total changes of items during the period	129,855	(14,039)
Balance at end of year	967,482	953,442
Total retained earnings		
Balance at beginning of year	837,626	967,482
Changes of items during the period		
Dividends from surplus	(44,249)	(49,019)
Net income	174,105	34,979
Total changes of items during the period	129,855	(14,039)
Balance at end of year	¥ 967,482	¥ 953,442

Non-Consolidated Statements of Changes in Equity (Continued)

(Millions of yen)

	FY 2008 From Apr 1, 2008 To Mar 31, 2009	FY 2009 From Apr 1, 2009 To Mar 31, 2010
Treasury stock		
Balance at beginning of year	¥ (1,280)	¥ (86,795)
Changes of items during the period		
Acquisition of treasury stock	(266,256)	(271,302)
Disposal of treasury stock	306	6
Retirement of treasury stock	180,435	271,250
Total changes of items during the period	(85,514)	(45)
Balance at end of year	(86,795)	(86,840)
Total shareholders' equity		
Balance at beginning of year	1,940,702	1,804,588
Changes of items during the period		
Issuance of new stock	-	178,650
Dividends from surplus	(44,249)	(49,019)
Net income	174,105	34,979
Acquisition of treasury stock	(266,256)	(271,302)
Disposal of treasury stock	287	6
Total changes of items during the period	(136,114)	(106,685)
Balance at end of year	1,804,588	1,697,902
Total equity		
Balance at beginning of year	1,940,702	1,804,588
Changes of items during the period		
Issuance of new stock	-	178,650
Dividends from surplus	(44,249)	(49,019)
Net income	174,105	34,979
Acquisition of treasury stock	(266,256)	(271,302)
Disposal of treasury stock	287	6
Total changes of items during the period	(136,114)	(106,685)
Balance at end of year	¥ 1,804,588	¥ 1,697,902

Note on Going-Concern Assumption

Not applicable