
**Financial Results for 1st Half of FY 2007
Reference Materials for Press Conference**



RESONA

November 16, 2007



Resona Holdings, Inc.

I. Financial Highlights for the 1st Half of Fiscal Year 2007

Consolidated net interim income surpassed initial forecast (Pages 1-2)

Net interim income decreased by ¥340.7 bn. (-73.9%) to ¥120.2 bn.
 > Increased by ¥20.2 bn. (+20.2%) over initial forecast (Total of Group banks: Up ¥16.7 bn. from initial forecast)
 > Combined retained earnings at period end: ¥996.4 bn.
 Equivalent to 72%* of the residual amount of publicly-funded preferred stock
 * Including RHD's non-consolidated capital surplus of ¥449.9 bn.)

Core strength areas continue to be in good shape (Pages 3-4)

Income from loans and deposits plus fees and commission income increased by ¥11.4 bn. (+4.1%).

- (1) Loans and bills discounted: While loan outstanding has declined, interest rate on loans on average increased 27 bps year on year (total of Group banks)
- (2) Housing loans: Steady trend in new loans extended including "Flat 35"
- (3) Sales of financial products: Outstanding balance as of the interim period end exceeded ¥4 tn. (total of Group banks)
- (4) Real estate: Record best ¥7.4 billion for 1st half period (Resona Bank)
- (5) Corporate pensions: Number of new pensions entrusted to RTB during interim period exceeded that for the previous full year period.

Maintained sound asset portfolio (Page 6)

Eliminated latent losses on investment trusts that invest in domestic equity and other assets* (Resona Bank) * Loss on disposal: Approx. ¥35.0 bn

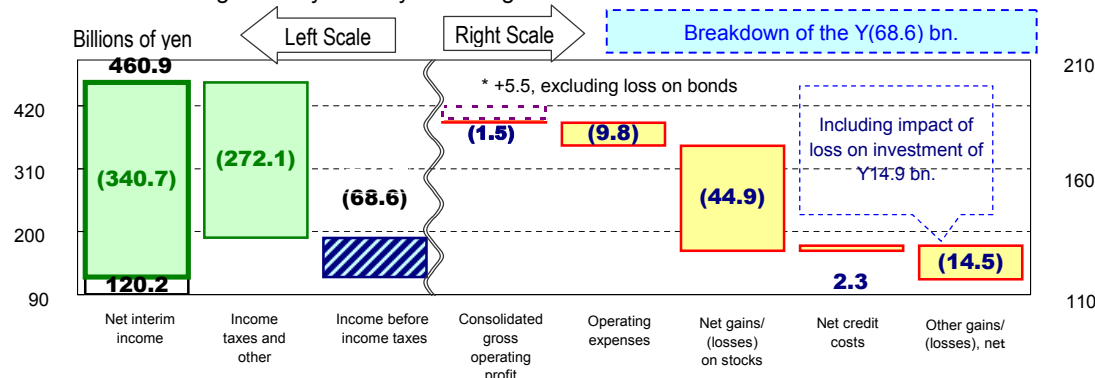
Net credit costs declined due to gains realized through revitalization of borrowers

Continued Procurement from Market for Repayment of Public Funds

Preferred stocks issued: ¥450.0 bn; Subordinated loan repaid: ¥35.0 bn.
 Consolidated capital adequacy ratio for period end is in the 13% range.

* The capital adequacy ratio (actual at the end of September 2007, forecast at the end of FY2007) will be announced at a later date upon calculation.

Factors accounting for the year-on-year change in consolidated net interim income



(Billions of yen)	Resona Holdings (Consolidated)		
	1H FY '07	Change from 1H FY '07	Change from the initial forecast
Ordinary income	551.3	(23.4)	41.3
Ordinary profit	127.5	(79.7)	(12.5)
Net interim income	120.2	(340.7)	20.2

(Billions of yen)	Resona Holdings (Non-consolidated)		
	1H FY '07	Change from 1H FY '07	Change from the initial forecast
Ordinary income	391.6	130.0	1.6
Ordinary profit	385.0	129.0	5.0
Net interim income	388.9	101.4	8.9

(Total of Group banks) Difference between actual results and initial forecasts

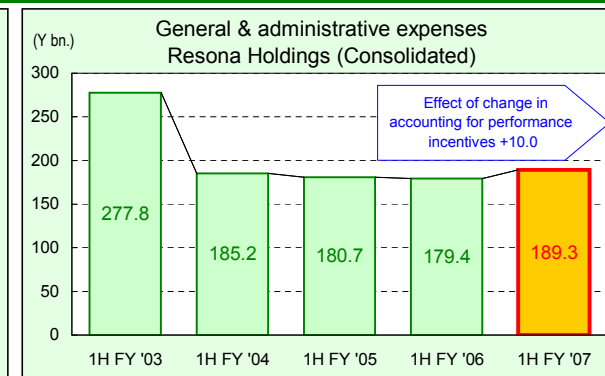
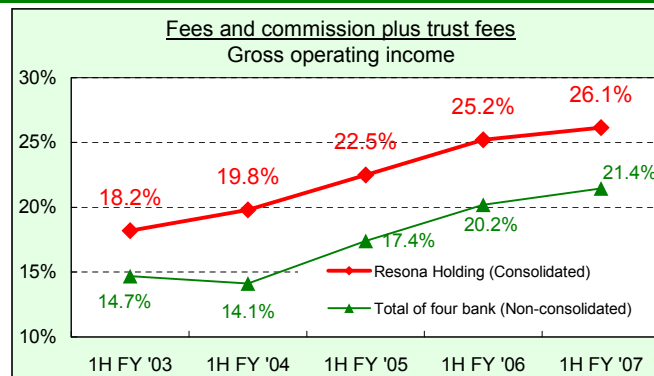
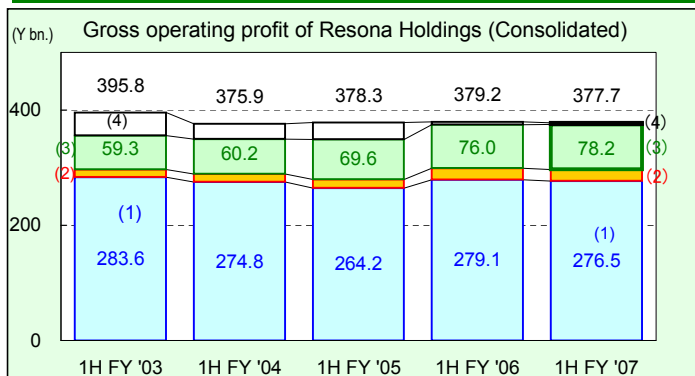
	Initial forecasts	Actual results
Net interim income	105.0	121.7
Income taxes and other		(17.3)
Income before income taxes		12.2
Consolidated top-line income		(12.1)
Operating expenses		14.2
Net gains/(losses) on stocks		19.7
Net credit costs		

(Billions of yen)	Total of group banks (Non-consolidated)			Resona Bank (Non-consolidated)		Saitama Resona Bank		Kinki Osaka Bank (Non-consolidated)		Resona Trust & Banking	
	[1H FY '07]	Change from 1H FY '06	Change from the initial forecast	Change from 1H FY '06	Change from 1H FY '06	Change from 1H FY '06	Change from 1H FY '06	Change from 1H FY '06	Change from 1H FY '06	Change from 1H FY '06	
Actual net operating profit*1	165.0	(14.5)	(5.0)	97.9	(19.8)	44.5	5.6	12.5	(1.4)	9.8	1.0
Core net operating profit*2	178.9	(7.5)		112.7	(11.7)	43.7	4.9	12.5	(1.6)	9.8	1.0
Deposits/loans income*3 + Fees and commission income	287.7	11.4		190.2	6.6	68.0	3.1	30.3	0.7	(0.9)	0.9
Operating expenses	177.8	13.8	(12.2)	114.7	7.9	35.7	2.8	21.6	2.4	5.6	0.5
Cost-to-income ratio (after disposal of NPL in the trust account)	51.8%	+4.1%		53.9%	+6.4%	44.4%	(1.3)%	63.3%	+5.5%	36.4%	(0.2)%

*1 Actual net operating profit: net operating profit before disposal of NPL in the trust account and provision to general reserve for possible loan losses
 *2 Core net operating profit: net operating profit before gain/(loss) on bonds, disposal of NPL in the trust account and provision to general reserve for possible loan losses
 *3 Deposits/loans income: Domestic operations, banking account; including negotiable certificates of deposit

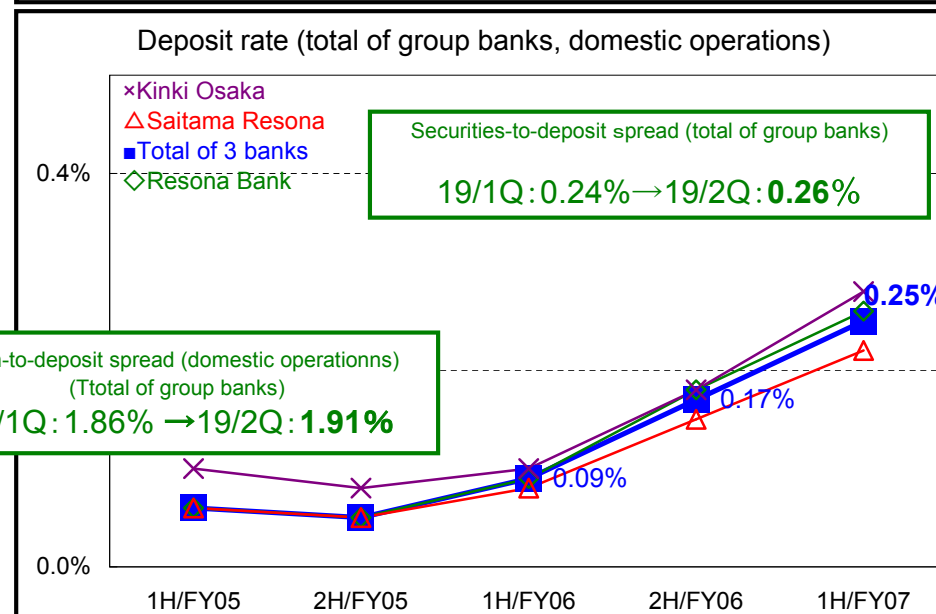
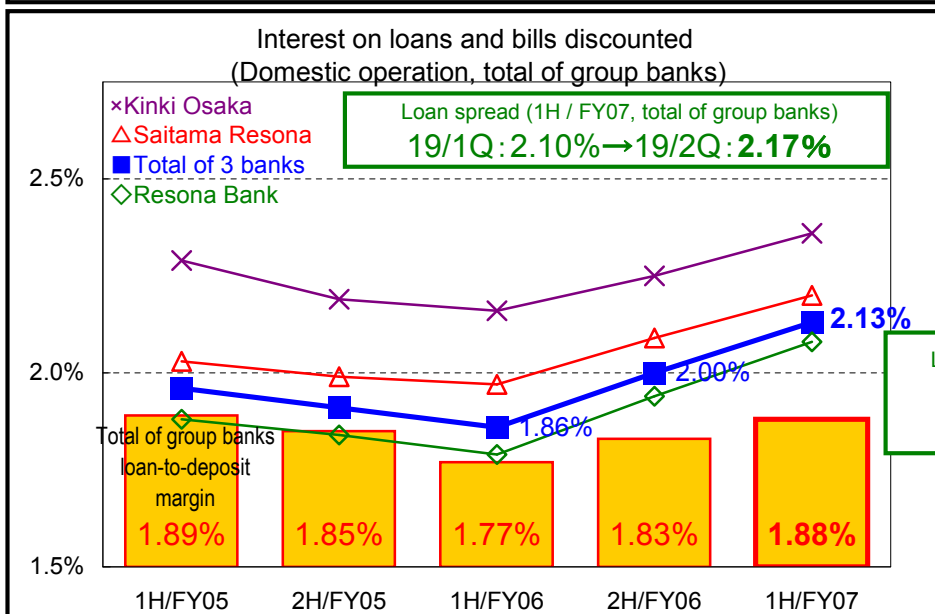
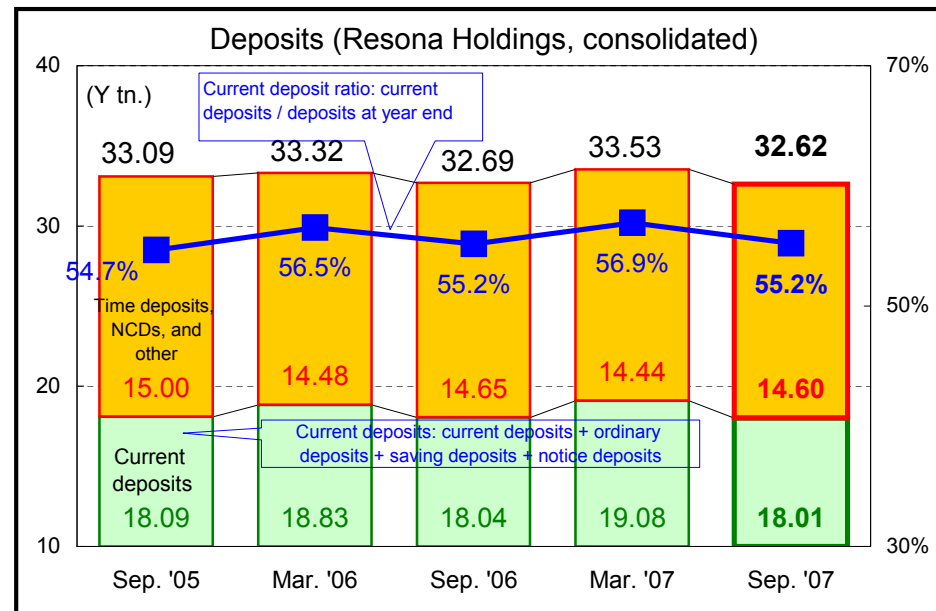
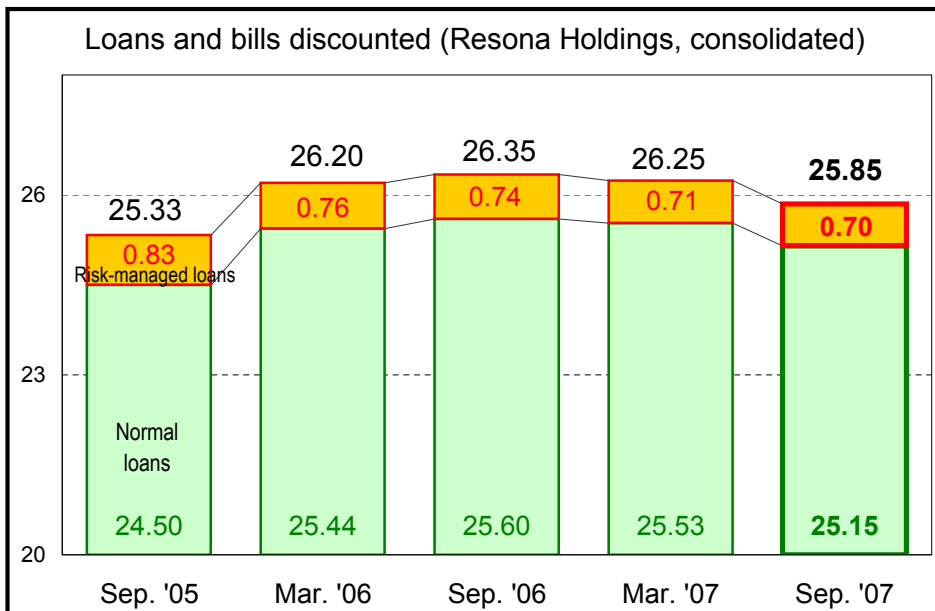
II. Outline of Financial Results for the 1st Half of Fiscal Year 2007

(Billions of yen)	Resona Holdings (Consolidated)		Difference (A)-(B)	Total of four banks (Non-consolidated)		Resona Bank (Non-consolidated)	Saitama Resona Bank	Kinki Osaka Bank (Non-consolidated)	Resona Trust & Banking	Factors accounting for the difference (A) - (B) (Approx. figures) RC: Resona Card, RG: Resona Guarantee, RKS: Resona Kessai Service, RCP: Resona Capital
	(A)	change from 1H FY '06		(B)	change from 1H FY '06					
Gross operating profit	377.7	(1.5)	34.9	342.7	(0.7)	212.5	80.3	34.2	15.5	
Excluding gain/loss on bonds	391.6	5.5	34.9	356.6	6.2	227.3	79.5	34.1	15.5	
(1) Net interest income	276.5	(2.6)	9.7	266.8	(3.0)	169.7	67.3	29.6	0.0	RC 4.5 bn, other
Deposit/loan income				234.6	8.1	153.2	55.3	26.0	(0.0)	Domestic operations, banking account; including NCDs
(2) Trust fees	20.4	0.8	-	20.4	0.8	3.9	-	-	16.4	
(3) Fees and commission income	78.2	2.1	25.2	53.0	3.2	36.9	12.7	4.3	(0.9)	RG 14.1 bn, RC 7.5 bn, and other
(4) Other operating profit	2.4	(1.9)	0.0	2.3	(1.8)	1.8	0.2	0.3	-	
Actual net operating profit				165.0	(14.5)	97.9	44.5	12.5	9.8	Net operating profit before transfer to general reserve for possible loan losses and expenses related to problem loan disposal in the trust account.
Core net operating profit				178.9	(7.5)	112.7	43.7	12.5	9.8	Actual net operating profit excluding gain/(loss) on bonds
General & administrative expenses	189.3	9.8	14.8	174.4	10.5	110.2	36.4	22.1	5.6	RC 7.8 bn, RG 1.6 bn, amortization of consolidation difference 3.5 bn, and other
Gain/(loss) on stocks	(9.0)	(44.9)	1.0	(10.1)	(44.4)	(9.7)	(0.2)	(0.1)	-	RCP 1.1 bn, other
Credit related expenses	28.1	(2.3)	14.2	13.8	(4.2)	5.3	4.4	4.1	-	RG 12.8 bn, RC 3.3 bn, and other
Other gain/(loss), net	1.4	(14.5)	(3.0)	4.4	(13.2)	4.9	0.5	(0.9)	(0.0)	
Income before income taxes	152.6	(68.6)	3.9	148.7	(64.8)	92.1	39.7	6.9	9.8	
Income taxes, current and deferred	32.4	272.1	5.4	26.9	238.7	4.4	16.8	1.7	4.0	Minority interests in net income 5.8 bn, Resona HD's tax expenses (0.4 bn), other
Net interim income	120.2	(340.7)	(1.5)	121.7	(303.6)	87.7	22.9	5.2	5.8	



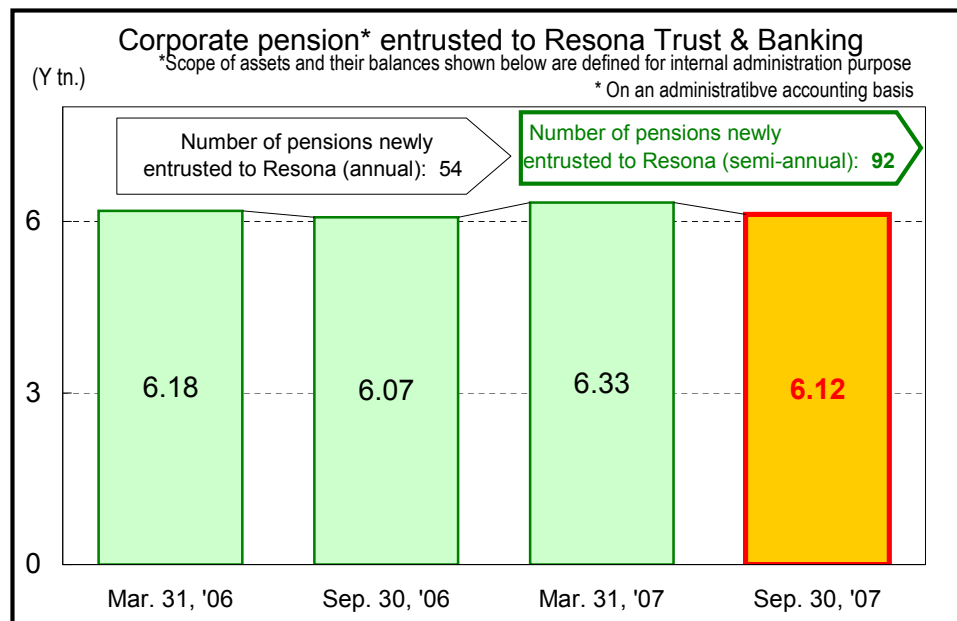
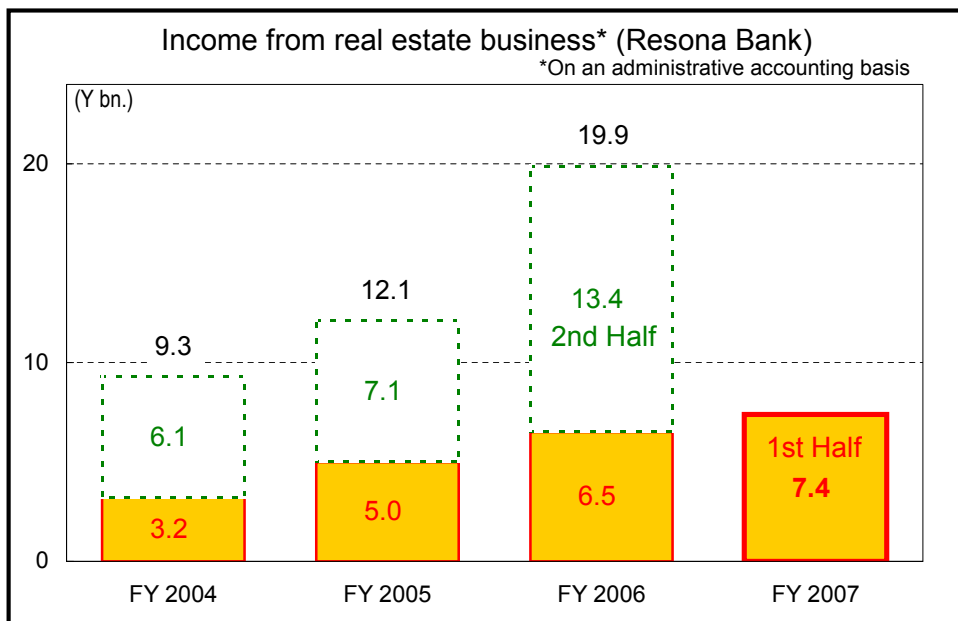
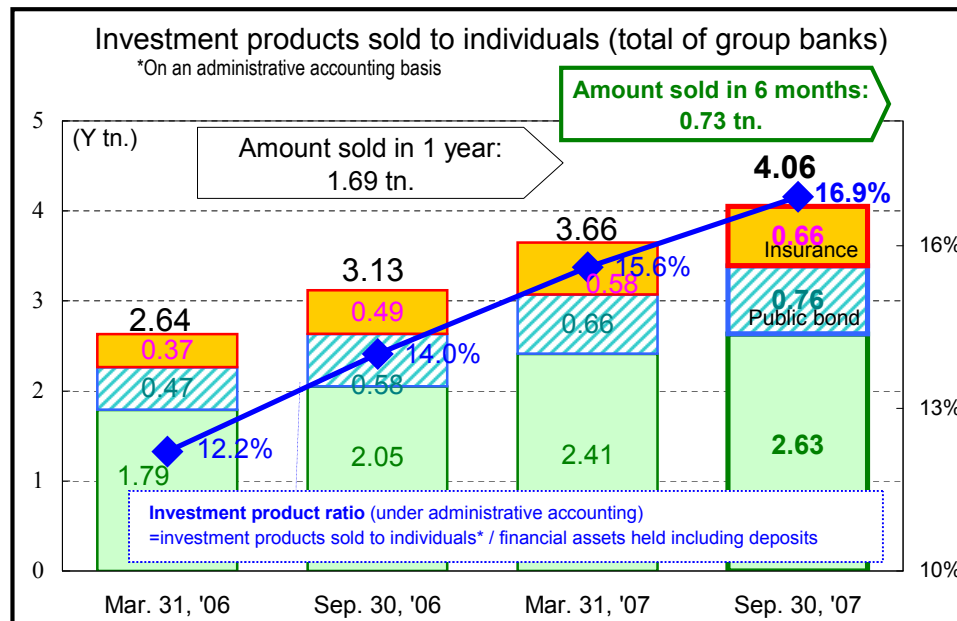
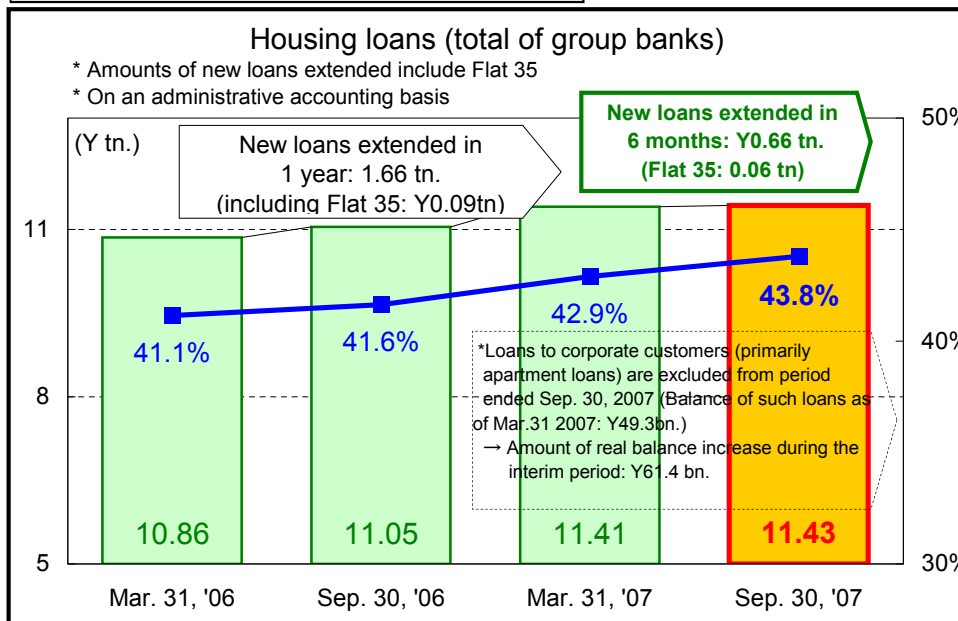
Amounts less than 0.1 billion yen are rounded down.
In general, figures are based on non-consolidated figures of group banks.

III. Deposits, Loans and Bills Discounted



Amounts less than 0.1 billion yen are rounded down.
In general, figures are based on non-consolidated figures of group banks.

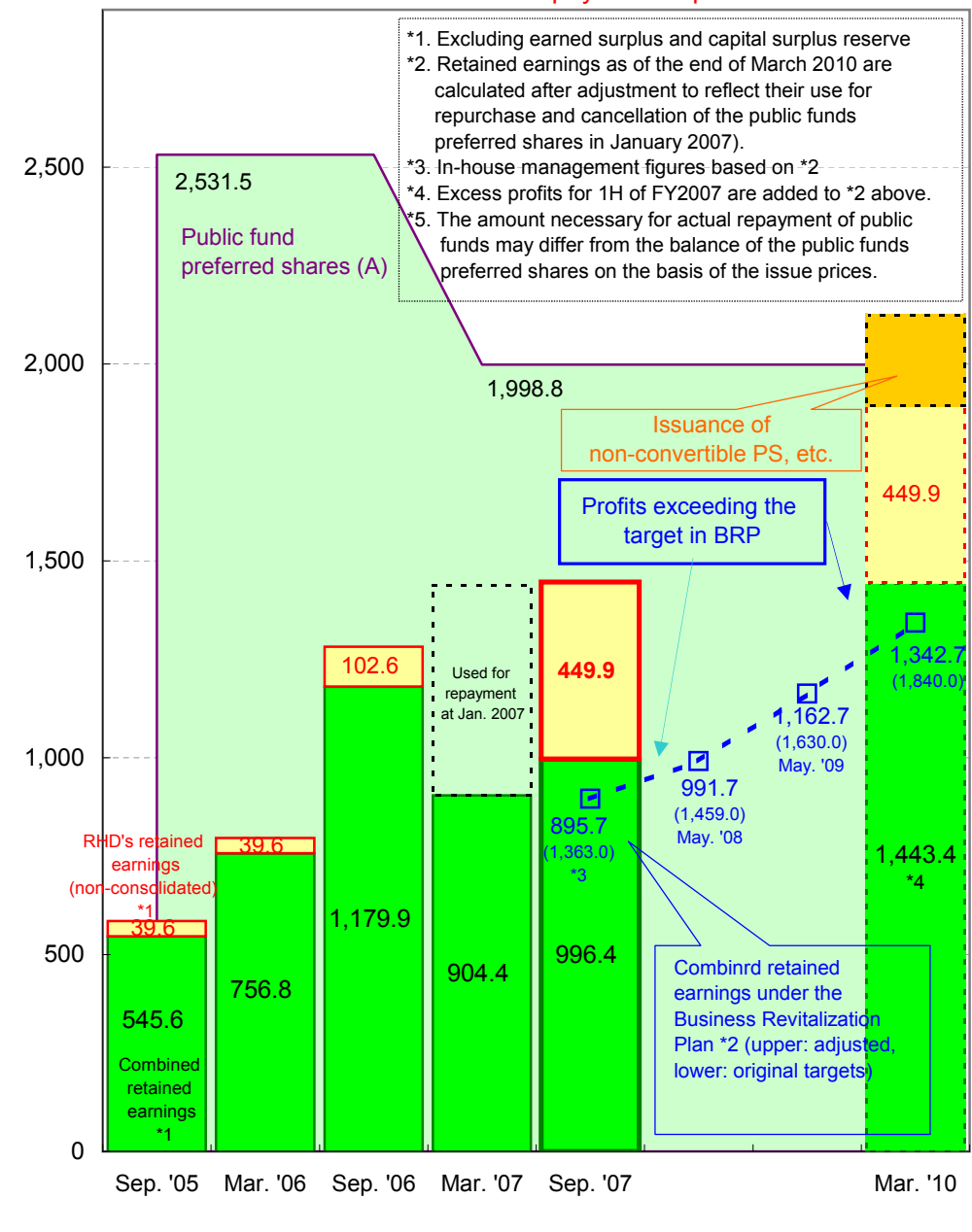
IV. Resona's Core Strength Areas



Amounts less than 0.1 billion yen are rounded down.
In general, figures are based on non-consolidated figures of group banks.

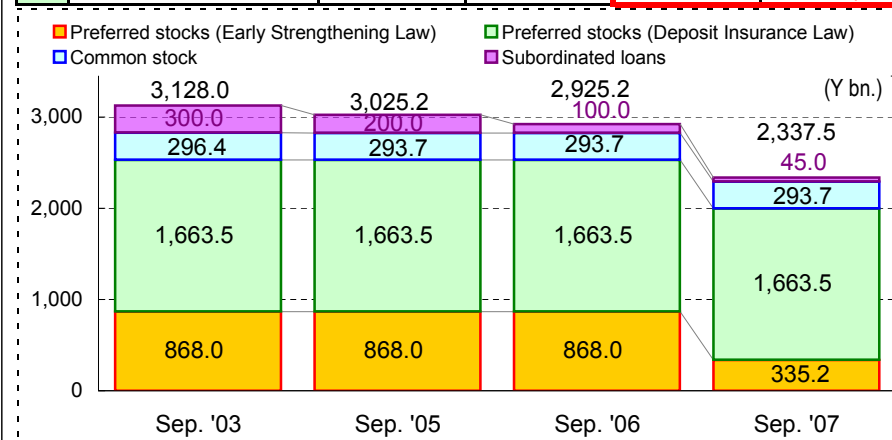
V. Total retained earnings (Total of Resona HD and its subsidiary banks)

How we will accumulate funds available for repayment of public funds



(Billions of yen)

	Mandatory Conversion (First Call)	Amount Sep. 30, 2003 (1)	Amount Sep. 30, 2007 (2)	(2) - (1)
Total public funds received		3,128.0	2,337.5	(790.4)
Preferred stock		2,531.5	1,998.8	(532.7)
Early Strengthening Law		868.0	335.2	(532.7)
Class B	Apr. 2009	408.0	163.3	(244.6)
Class C	Apr. 2015	60.0	60.0	-
Class E	Dec. 2009	300.0	11.9	(288.0)
Class F	Dec. 2014	100.0	100.0	-
Deposit Insurance Law		1,663.5	1,663.5	-
Class 1	N/A	550.0	550.0	-
Class 2	N/A	563.5	563.5	-
Class 3	N/A	550.0	550.0	-
Subordinated loans		300.0	45.0	(255.0)
Financial Function Stabilization Law		200.0	-	(200.0)
Early Strengthening Law	Mar. 2009	100.0	45.0	(55.0)
Common Stock	N/A	296.4	293.7	(2.7)



VI. Securities

(Billions of yen)

	Total of group banks	Resona Bank	Saitama Resona	Kinki Osaka Bank	Resona Trust & Banking
Held to maturity	0.3	-	0.3	-	-
Available for sale	342.9	247.7	89.9	5.2	0.0
Unrealized gain/(loss)	343.2	247.7	90.3	5.2	0.0
Change from Mar. 31, '07	(86.9)	(57.3)	(25.9)	(3.7)	0.0
Bonds	(34.8)	(24.3)	(7.4)	(2.9)	0.0
Stocks	363.6	266.0	89.7	7.7	-
Other	14.4	5.9	8.0	0.4	-

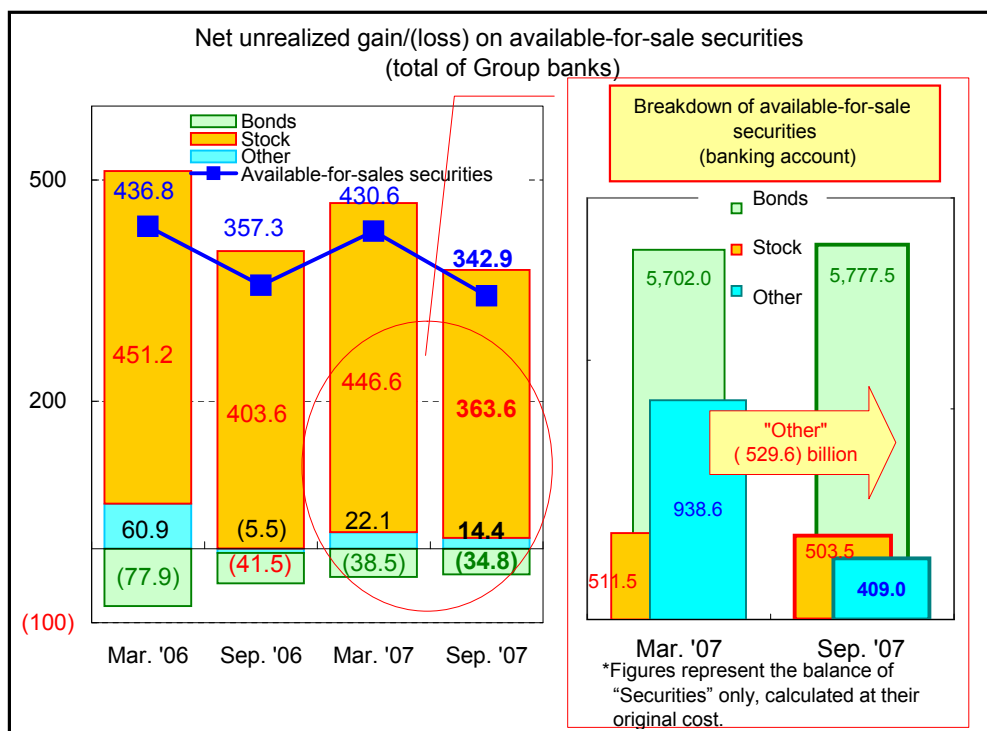
* Including "securities," negotiable certificates of deposit included in "cash and due from banks," commercial paper and trust beneficiary rights included in "monetary claims bought"

VII. Classified Claims (NPL) and Credit Related Expenses

(Billions of yen)

	Total of 3 banks	Resona Bank	Saitama Resona	Kinki Osaka Bank
Unrecoverable or valueless claims	64.0	38.3	14.0	11.6
Risk claims	412.5	301.9	54.3	56.2
Special attention loans	208.2	163.3	21.2	23.6
Total classified claims (NPL)	684.8	503.6	89.6	91.5
Change from Mar. 31, '07	(1.9)	(1.4)	2.3	(2.9)
NPL ratio *	2.51%	2.72%	1.47%	3.34%
Change from Mar. 31, '07	0.04%	0.08%	0.02%	-0.09%

* NPL ratio = Total classified claims / Total claims defined under the Financial Reconstruction Law. (Banking and trust accounts)



	Total of 3 banks	Resona Bank	Saitama Resona	Kinki Osaka Bank
Disposal in the trust account	0.1	0.1	-	-
Net addition to general reserve	(19.8)	(15.4)	(2.1)	(2.2)
Net addition to specific reserve	32.4	24.9	3.2	4.2
Write-off of loans and others	26.3	18.7	4.1	3.4
Gain from recoveries of written-off claims	(25.2)	(23.1)	(0.8)	(1.2)
Total credit-related expenses	13.8	5.3	4.4	4.1
(a) Migrations of borrowers (upward/downward)	70.1	50.8	9.5	9.7
(b) Off-balancing and other	(35.6)	(30.0)	(2.9)	(2.6)
(c) Provision of general reserve, etc.	(20.5)	(15.4)	(2.1)	(2.9)

- (a) Total of loss from new bankruptcies and downward migration and gains from reversals of loan loss reserves resulting from upward migration, etc.
 (b) Gains from collection of claims to "doubtful" and lower category borrowers and gains from reversals of loan loss reserves or recoveries of written-off claims to such borrowers
 (c) Net gains/(losses) from addition to or reversal of general reserve and other factors.

(Billions of yen)

VIII. Earnings Forecasts for Fiscal Year Ending March 2008

(Billions of yen)	Resona Holdings (Consolidated)		
	1H FY 2007	Revised full year forecasts	Change from initial forecasts
Ordinary income	551.3	1090.0	60.0
Ordinary profit	127.5	270.0	(10.0)
Net (interim) income	120.2	230.0	20.0

Forecast for consolidated capital adequacy ratio of Resona HD at the end of fiscal 2006 will be announced soon after the calculation is completed.

(Billions of yen)	Resona Holdings (Non-consolidated)		
	1H FY 2007	Revised full year forecast	Change from initial forecasts
Operating income	391.6	600.0	-
Ordinary profit	385.0	590.0	-
Net (interim) income	388.9	590.0	-

Forecast for term-end per share dividend on common stock

¥1,000

Forecast for term-end per share dividend on preferred stock

As pre-determined

	Total of four banks (approx. figure)		Resona Bank		Saitama Resona Bank		Kinki Osaka Bank		Resona Trust & Banking	
	Revised full year forecast	Change from initial forecasts	Revised full year forecast	Change from initial forecasts	Revised full year forecast	Change from initial forecasts	Revised full year forecast	Change from initial forecasts	Revised full year forecast	Change from initial forecasts
Gross operating profit	714.0	(22.0)	456.5	(28.5)	158.5	5.5	68.0	-	31.0	0.5
Operating expenses	367.0	(9.0)	236.0	(6.0)	75.0	(1.0)	44.5	(0.5)	12.0	-
Actual net operating profit	347.0	(13.0)	220.5	(22.5)	83.5	6.5	23.5	0.5	19.0	0.5
Ordinary profit	275.0		175.0		70.0		11.5		19.0	
Income before income taxes	295.0	10.0	195.0	1.0	70.5	7.0	11.5	-	19.0	0.5
Net (interim) income	235.0	15.0								

Resona Group started applying a consolidated taxation system from FY2005.

Gain/(loss) on stocks	(4.0)	(9.0)	(4.0)	(9.0)	-	-	-	-	-	-
Credit related expenses	50.0	(10.0)	33.0	(12.0)	8.5	0.5	7.7	0.4	-	-

Forecast for capital adequacy ratios will be announced soon after the calculation is completed.

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

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

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