

July 31, 2007

Resona Holdings, Inc.

Financial Information for the 1st Quarter of the Fiscal Year Ending March 31, 2008

Resona Holdings, Inc. today reported the financial information of the Company and its subsidiary banks for the 1st quarter (April 1, 2007 to June 30, 2007) of the fiscal year ending March 31, 2008. The figures reported herein are unaudited.

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Note.1 Figures reported herein are unaudited.

Note.2 Capital adequacy ratio calculated under the Basel II standards will be announced soon after the calculation is completed.

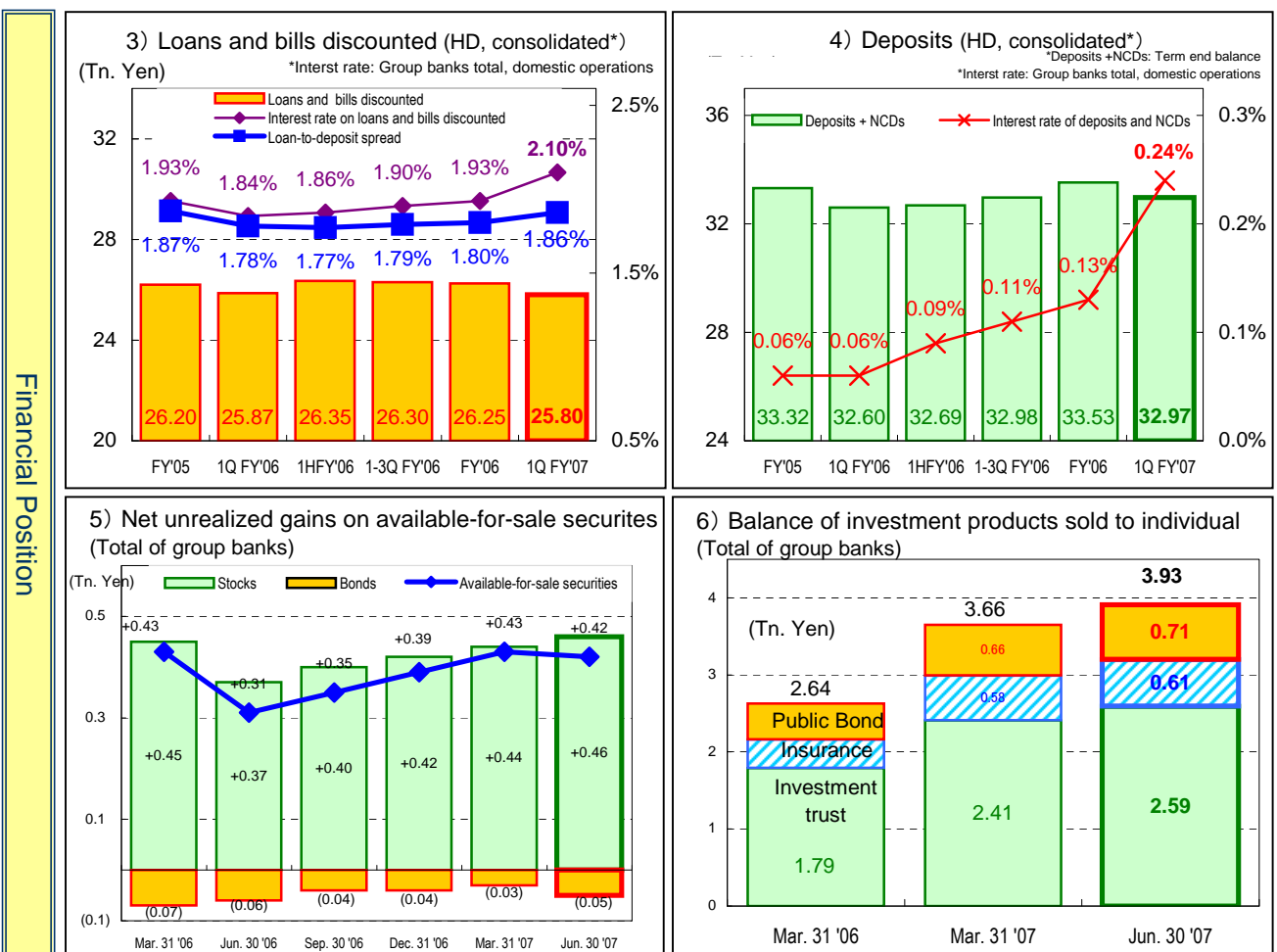
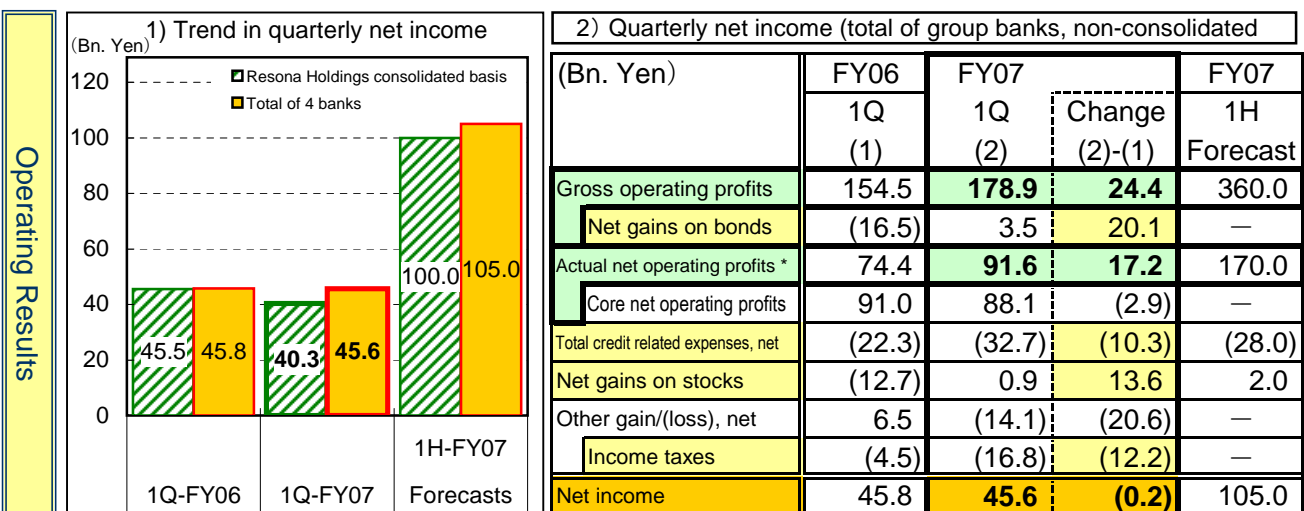
1. Financial Highlights for the 1st Quarter of the Fiscal Year Ending March 31, 2008

>Posted net income of Y40.3bn (Resona Holdings' consolidated basis) and Y45.6bn (total of group banks' non-consolidated numbers), respectively, for the 1Q-FY2007 period.

>Operating results of subsidiary banks for the 1Q period have been in good shape with their combined gross operating profits and actual net operating profit amounting to Y178.9bn (up Y24.4bn YoY) and Y91.6bn (up 17.2bn YoY), respectively.

>Net income for the 1Q-FY2007 period declined from the same period previous year. The factors for decline include 1) preemptive provisions of loan loss reserves with a view to enhancing the quality of loan portfolio and 2) increase in income taxes-deferred. However, Resona Holdings maintains the current earnings projections for the fiscal year ending March 31, 2008, forecasting steady pace of actual net operating profits generated by subsidiary banks.

*Actual net operating profit: Net operating profit + provision for general reserve for possible loan losses + expenses related to problem loan disposal in the trust account.
 Core net operating profit: Actual net operating profit - net gains on bonds



2. Outline of the Operating Results for the 1st Quarter of the Fiscal Year Ending March 31, 2008

Resona Holdings (Consolidated)		(Billions of yen)		
		1Q FY 2007	Change	1Q FY 2006
Ordinary income	1	273.5	29.8	243.7
Consolidated gross operating profit	2	195.8	23.6	172.2
Interest income	3	137.1	0.2	136.8
Trust fees	4	7.0	1.9	5.0
<Disposal of problem loans in the trust account>	5	(0.0)	(0.2)	0.1
Fees and commissions	6	38.0	0.7	37.2
Trading income	7	(15.2)	(22.5)	7.3
Other operating income	8	28.8	43.1	(14.3)
Provision to general reserve for possible loan losses	9	19.2	14.4	4.8
General and administrative expenses	10	93.0	5.4	87.6
Other gains (losses), net	11	(26.9)	4.9	(31.9)
Net gains/(losses) on stocks	12	0.5	13.1	(12.6)
Credit related expenses	13	28.2	(0.5)	28.8
Equity in earnings of investments in affiliated companies	14	0.0	(0.2)	0.2
Ordinary profit	15	56.5	8.7	47.7
Extraordinary profit/ (loss), net	16	5.8	(1.6)	7.4
Gains from reversal of credit expenses	17	5.7	(1.6)	7.4
Extraordinary losses	18	0.5	0.2	0.3
Income before income taxes and minority interests	19	61.7	6.8	54.8
Income taxes – current	20	3.4	1.2	2.1
Income taxes – deferred	21	15.1	10.6	4.4
Minority interests in net income	22	2.9	0.2	2.6
Net income	23	40.3	(5.2)	45.5
Credit related expense (5, 9, 13, 17)	24	41.7	15.2	26.4

Resona Holdings (Non-consolidated)		(Billions of yen)		
		1Q FY 2007	Change	1Q FY 2006
Operating income	25	390.1	130.1	260.0
Operating profit	26	386.7	129.2	257.5
Ordinary profit	27	385.7	128.1	257.5
Net income	28	386.3	128.5	257.8

<Total of four banks, Non-consolidated results of each bank>

(Billions of yen)

		Total of four banks			Resona Bank		
		1Q FY 2007	Change	1Q FY 2006	1Q FY 2007	Change	1Q FY 2006
Gross operating profit	1	178.9	24.4	154.5	118.6	18.2	100.3
Interest income	2	132.7	0.1	132.6	85.4	(3.2)	88.6
Trust fees (after disposal of problem loans in trust account)	3	7.0	1.9	5.0	2.2	0.3	1.9
<Disposal of problem loans in the trust account>	4	(0.0)	(0.2)	0.1	(0.0)	(0.2)	0.1
Fees and commissions	5	25.4	1.4	23.9	17.3	1.2	16.1
Trading income	6	(16.2)	(23.2)	7.0	(16.2)	(23.2)	7.0
Other operating income	7	29.8	44.1	(14.2)	29.7	43.1	(13.3)
Expenses (excluding non-recurring items)	8	87.2	6.9	80.2	56.4	4.0	52.3
Personnel expenses	9	30.3	4.5	25.7	18.3	2.4	15.9
Non-personnel expenses	10	51.8	2.0	49.8	34.7	1.2	33.4
Taxes	11	5.0	0.3	4.6	3.3	0.4	2.8
Provision to general reserve for possible loan losses	12	17.1	9.4	7.6	16.6	8.8	7.7
Actual net operating profit	13	91.6	17.2	74.4	62.1	13.9	48.2
Core operating profit	14	88.1	(2.9)	91.0	57.4	(4.7)	62.2
Net operating profit	15	74.5	7.9	66.6	45.5	5.2	40.2
Other gains or losses, net	16	(17.3)	6.3	(23.7)	(8.9)	12.6	(21.5)
Net gains/(losses) on stocks	17	0.9	13.6	(12.7)	1.2	14.6	(13.4)
Disposal of problem loans	18	21.4	(1.0)	22.4	15.4	(5.4)	20.8
Other	19	3.1	(8.3)	11.5	5.2	(7.3)	12.6
Ordinary profit/(loss)	20	57.2	14.3	42.9	36.6	17.9	18.6
Extraordinary profit/ (loss), net	21	5.2	(2.3)	7.5	4.2	(2.0)	6.3
Gains from reversal of credit expenses	22	5.7	(2.1)	7.9	4.7	(1.8)	6.5
Net gains/(losses) on fixed assets	23	(0.2)	0.0	(0.3)	(0.2)	(0.0)	(0.2)
Losses on impairment on fixed assets	24	0.2	0.2	0.0	0.2	0.1	0.0
Other	25	0.0	0.0	—	0.0	0.0	—
Income before income taxes	26	62.5	12.0	50.4	40.9	15.9	25.0
Income taxes current	27	1.2	1.5	(0.2)	(6.8)	(2.8)	(4.0)
Income taxes deferred	28	15.5	10.6	4.8	15.3	14.3	1.0
Net income	29	45.6	(0.2)	45.8	32.4	4.4	28.0
Credit related expense (4, 12, 18, 22)	30	32.7	10.3	22.3	27.2	5.0	22.2

(Billions of yen)

		Saitama Resona	Kinki Osaka	Resona Trust
		Bank	Bank	& Banking
		1Q FY 2007	1Q FY 2007	1Q FY 2007
Gross operating profit	1	39.4	16.7	4.1
Interest income	2	32.7	14.5	0.0
Trust fees (after disposal of problem loans in trust account)	3	—	—	4.8
<Disposal of problem loans in the trust account>	4	—	—	—
Fees and commissions	5	6.7	1.9	(0.6)
Trading income	6	—	—	—
Other operating income	7	(0.0)	0.1	—
Expenses (excluding non-recurring items)	8	17.4	10.5	2.8
Personnel expenses	9	6.5	4.3	1.1
Non-personnel expenses	10	9.7	5.6	1.7
Taxes	11	1.1	0.5	0.0
Provision to general reserve for possible loan losses	12	1.5	(1.0)	—
Actual net operating profit	13	21.9	6.2	1.3
Core operating profit	14	23.1	6.1	1.3
Net operating profit	15	20.4	7.2	1.3
Other gains or losses, net	16	(4.0)	(4.4)	(0.0)
Net gains/(losses) on stocks	17	(0.2)	(0.0)	—
Disposal of problem loans	18	2.3	3.7	—
Other	19	(1.4)	(0.6)	(0.0)
Ordinary profit/(loss)	20	16.4	2.8	1.3
Extraordinary profit/ (loss), net	21	0.0	0.9	(0.0)
Gains from reversal of credit expenses	22	0.1	0.9	—
Net gains/(losses) on fixed assets	23	(0.0)	(0.0)	(0.0)
Losses on impairment on fixed assets	24	0.0	—	—
Other	25	—	—	—
Income before income taxes	26	16.4	3.7	1.3
Income taxes current	27	7.1	0.6	0.3
Income taxes deferred	28	(0.0)	—	0.2
Net income	29	9.3	3.0	0.7
Credit related expense (4, 12, 18, 22)	30	3.7	1.7	—

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

Core operating profit: Net operating profit before provision to general reserve for possible loan losses, expenses related to problem loan disposal in the trust account and net gains on bonds.

2. As for the total of general reserve for possible loan losses, specific reserve for possible loan losses and special reserve for certain overseas loans, if the amount of reversal exceeds the amount of addition during each period, the amount of such difference is accounted for as extraordinary gains.

3. Claims Disclosed under the Financial Reconstruction Law Criteria

(Billions of Yen)		End of June		[Reference]
		2007 Non-consolidated	2006 Non-consolidated	End of March 2007 Non-consolidated
Total of group banks	Unrecoverable or valueless claims	64.1	58.1	63.4
	Risk claims	400.5	324.7	356.4
	Claims in need of special attention	246.7	327.3	266.9
	Subtotal (A)	711.5	710.2	686.8
	Non-classified Claims	26,566.8	26,730.4	27,140.8
	Total (B)	27,278.4	27,440.7	27,827.6
NPL Ratio (A)/(B)		2.60	2.59	2.47
Resona Bank	Unrecoverable or valueless claims	38.4	34.0	37.0
	Banking Account	37.9	33.5	36.3
	Trust Account	0.5	0.4	0.6
	Risk claims	294.7	231.3	256.0
	Banking Account	268.2	228.5	252.3
	Trust Account	26.5	2.8	3.6
	Claims in need of special attention	195.6	255.9	211.8
	Banking Account	190.9	235.0	191.2
	Trust Account	4.7	20.8	20.5
	Subtotal (A)	528.8	521.2	505.0
	Banking Account	497.1	497.1	480.0
	Trust Account	31.7	24.1	24.9
	Non-classified Claims	18,011.7	18,437.2	18,564.6
	Banking Account	17,896.7	18,293.4	18,438.5
	Trust Account	115.0	143.8	126.0
	Total (B)	18,540.6	18,958.5	19,069.7
	Banking Account	18,393.8	18,790.5	18,918.6
	Trust Account	146.7	168.0	151.0
NPL Ratio (A)/(B)		2.85	2.75	2.65
Banking Account		2.70	2.65	2.54
Trust Account		21.62	14.37	16.53
Saitama Resona Bank	Unrecoverable or valueless claims	13.5	8.6	12.6
	Risk claims	52.3	43.4	48.2
	Claims in need of special attention	24.4	33.6	26.4
	Subtotal (A)	90.3	85.7	87.2
	Non-classified Claims	5,947.8	5,715.9	5,926.7
	Total (B)	6,038.1	5,801.6	6,014.0
	NPL Ratio (A)/(B)	1.49	1.47	1.45
Kinki Osaka Bank	Unrecoverable or valueless claims	12.1	15.5	13.7
	Risk claims	53.5	49.9	52.1
	Claims in need of special attention	26.6	37.7	28.6
	Subtotal (A)	92.3	103.2	94.5
	Non-classified Claims	2,607.2	2,577.3	2,649.3
	Total (B)	2,699.5	2,680.5	2,743.9
	NPL Ratio (A)/(B)	3.42	3.85	3.44

(Notes)

1. The presented figures as of the end of June 2007 are classified in accordance with the categories, which are defined under the provisions of the Article 4 of the Implementing Regulations for the Law Concerning Emergency Measures to Revitalize Financial System. Presented figures are based on the following criteria:

[Classification for disclosure]

Based on the Guidelines for Self-assessment of Asset Quality which was established in accordance with the FSA's Financial Inspection Manual, each of subsidiary banks implemented self-assessment of asset quality as of the end of June 2007.

Based on the results of such self-assessments, claims were classified into the disclosure categories.

[Disclosed amount]

Amount reported for each disclosure category is based on the outstanding exposure amount as of the end of June 2006.

Also, those claims newly classified as "unrecoverable or valueless," the exposure amount deemed irrecoverable is deducted as an equivalent for partial direct write-offs.

4. Unrealized gains/(losses) on marketable securities

(1) Unrealized gains/(losses) on other securities

(Billions of Yen)		End of June 2007					End of June 2006					[Reference] End of March 2007					
		Cost	Market Value	Unrealized gains/(losses)		Cost	Market Value	Unrealized gains/(losses)		Cost	Market Value	Unrealized gains/(losses)					
				Gain	Loss			Gain	Loss			Gain	Loss				
Total of 4 banks	Other Securities	6,311.9	6,734.6	422.7	506.7	84.0	6,584.5	6,902.9	318.4	419.6	101.2	6,396.5	6,829.5	432.9	502.5	69.6	
	Stocks	387.3	847.9	460.6	462.2	1.6	396.2	774.3	378.1	380.2	2.0	390.4	839.4	448.9	451.4	2.4	
	Bonds	4,886.6	4,831.3	(55.3)	0.5	55.9	4,634.8	4,568.4	(66.4)	0.7	67.1	4,951.7	4,913.5	(38.1)	1.4	39.6	
	Resona Bank	Other Securities	4,005.0	4,308.1	303.1	368.5	65.4	4,594.8	4,835.9	241.0	313.1	72.0	4,267.1	4,572.2	305.0	358.3	53.2
		Stocks	292.2	634.1	341.8	342.7	0.8	299.3	579.9	280.5	281.9	1.4	292.1	618.3	326.1	327.1	1.0
		Bonds	2,981.0	2,941.3	(39.7)	0.0	39.7	3,033.6	2,992.2	(41.3)	0.3	41.7	3,244.4	3,218.0	(26.4)	0.0	26.4
	Saitama Resona Bank	Other Securities	1,544.2	1,656.6	112.4	123.4	10.9	1,191.7	1,269.4	77.7	95.0	17.3	1,380.0	1,496.6	116.5	126.3	9.7
		Stocks	85.1	194.9	109.7	110.4	0.6	86.7	175.8	89.0	89.4	0.3	85.4	196.8	111.3	112.1	0.7
		Bonds	1,333.8	1,324.4	(9.3)	0.3	9.7	995.9	980.5	(15.4)	0.2	15.6	1,162.8	1,155.2	(7.5)	0.9	8.5
	Kinki Osaka Bank	Other Securities	742.7	749.8	7.1	14.7	7.5	777.9	777.5	(0.4)	11.4	11.8	730.9	739.9	9.0	14.9	5.9
		Stocks	9.9	18.9	8.9	9.0	0.0	10.0	18.6	8.5	8.8	0.2	9.7	18.8	9.1	9.2	0.0
		Bonds	551.8	545.6	(6.2)	0.1	6.3	585.3	575.6	(9.6)	0.1	9.7	529.4	525.2	(4.1)	0.4	4.5
Resona Trust & Banking	Other Securities	19.9	19.9	(0.0)	0.0	0.0	20.0	19.9	(0.0)	—	0.0	14.9	14.9	(0.0)	—	0.0	
	Stocks	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	
	Bonds	19.9	19.9	(0.0)	0.0	0.0	20.0	19.9	(0.0)	—	0.0	14.9	14.9	(0.0)	—	0.0	

"Total of 4 banks" as of the end of June 2006 and 2005 are simple sum of the non-consolidated figures of subsidiary banks.

"Total of 4 banks" as of the end of March 2006 is Resona Holdings' consolidated figures.

(2) Unrealized gains/(losses) on held-to-maturity bonds and stocks of subsidiaries and affiliates

(Billions of Yen)		End of June 2006					End of June 2005					[Reference] End of March 2006				
		Cost	Market Value	Unrealized gains/(losses)		Cost	Market Value	Unrealized gains/(losses)		Cost	Market Value	Unrealized gains/(losses)				
				Gain	Loss			Gain	Loss			Gain	Loss			
Saitama Resona Bank	Held-to-maturity bonds	162.8	160.3	(2.5)	0.1	2.6	129.5	125.8	△3.6	—	3.6	148.4	148.0	(0.3)	0.5	0.9

* Resona Bank, Kinki Osaka Bank and Resona Trust & Banking have no securities of these categories.

- Above figures include securities, NCDs included in "cash and due from banks" and CPs and beneficial interest in trusts included in "monetary claims bought."
- For stocks, market values are based on the average price during the one month prior to the quarter and fiscal year-end. For other securities, market values are based on the market price prevailing on the last day of the relevant period.

5. Deposits, Loans and Bills Discounted

(Billions of Yen)		End of June		(Billions of yen)
		2007	Change	
Total of four banks	Deposits (Term-end bal.)	31,343.3	(459.8)	31,803.2
	Domestic consumer deposits	20,781.2	434.8	20,346.4
	Demand deposits	11,201.5	0.0	10,754.0
	Time deposits	9,446.3	(16.9)	9,463.3
	Domestic corporate deposits	9,447.1	(280.6)	9,727.7
	Demand deposits	6,732.5	(382.7)	7,115.2
	Time deposits	2,427.7	236.1	2,191.6
	Trust principal (Term-end bal.)	521.3	4.5	516.7
	Loans (Term-end bal.)	26,021.3	(545.4)	26,566.7
	Banking account	25,874.5	(541.1)	26,415.7
Trust account	146.7	(4.3)	151.0	
Resona	Deposits (Term-end bal.)	19,023.2	(470.2)	19,493.5
	Domestic consumer deposits	11,074.7	230.6	10,844.0
	Demand deposits	6,049.3	209.6	5,839.6
	Time deposits	4,915.4	14.3	4,901.1
	Domestic corporate deposits	7,297.3	(132.4)	7,429.8
	Demand deposits	5,150.1	(215.2)	5,365.3
	Time deposits	1,931.1	170.3	1,760.8
	Trust principal (Term-end bal.)	521.3	4.5	516.7
	Loans (Term-end bal.)	17,444.4	(524.9)	17,969.4
	Banking account	17,297.7	(520.6)	17,818.3
Trust account	146.7	(4.3)	151.0	
Saitama Resona	Deposits (Term-end bal.)	8,957.5	16.2	8,941.2
	Domestic consumer deposits	7,039.4	202.8	6,836.6
	Demand deposits	4,063.6	195.2	3,868.4
	Time deposits	2,955.6	9.4	2,946.2
	Domestic corporate deposits	1,484.1	(141.2)	1,625.4
	Demand deposits	1,118.9	(154.4)	1,273.4
	Time deposits	312.0	61.0	251.0
	Loans (Term-end bal.)	5,943.9	22.5	5,921.3
Kinki Osaka	Deposits (Term-end bal.)	3,358.4	(6.8)	3,365.3
	Domestic consumer deposits	2,667.1	1.3	2,665.7
	Demand deposits	1,088.5	42.6	1,045.8
	Time deposits	1,575.2	(40.7)	1,615.9
	Domestic corporate deposits	661.4	(7.9)	669.3
	Demand deposits	463.4	(13.0)	476.5
	Time deposits	184.5	4.7	179.7
	Loans (Term-end bal.)	2,632.9	(43.0)	2,675.9
Resona Trust & Banking	Deposits (Term-end bal.)	4.1	0.9	3.1

1. Trust account refers to Jointly Operated Designated Money Trust for which the principal is guaranteed.

2. The above figures are based on the figures reported to Bank of Japan.

(Overseas deposits and Japan Offshore Banking Account are excluded.)

Demand deposits = current deposits + ordinary deposits + savings deposits + deposits at notice

Time deposits = time deposits + installment saving accounts

Summary of Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2008

(June 30, 2007/Unaudited)

July 31, 2007
Resona Holdings, Inc.

1. Financial Highlights (April 1, 2007 - June 30, 2008)

1) Consolidated Operating Results

*Amounts less than 1 million yen are rounded down

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
1st Quarter of FY 2007	273,591	12.3	56,518	18.3	40,313	-11.6
1st Quarter of FY 2006	243,707	-1.1	47,795	-57.4	45,585	-62.8
(Ref.) FY 2006 (full year)	1,153,316		409,855		664,899	

	Net income per share	Net income per share (potential equity adjusted)
	Yen	Yen
1st Quarter of FY 2007	3,537.39	2,288.80
1st Quarter of FY 2006	3,999.77	2,420.26
(Ref.) FY 2006 (full year)	53,933.18	34,237.60

(Notes) Percentage figures represent rate of increase or decrease in comparison with the same period previous year

2) Consolidated Financial Position

	Total Assets	Net assets	Net assets ratio	Net assets per share	[Reference] Total amount of preferred stocks not deducted
	Million yen	Million yen	%	Yen	Yen
June 30, 2007	39,902,332	2,318,616	5.4	(22,884.71)	188,774.22
June 30, 2006	39,827,563	1,731,108	4.0	(70,254.50)	151,891.01
(Ref.) FY 2006 (full year)	39,985,678	1,970,139	4.5	(23,676.18)	157,253.92

(Notes) Net assets ratio= (Net assets at fiscal period end - share warrants at fiscal period end - Minority interests at fiscal period end) / Total assets at fiscal period end

2. Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2008 (April 1, 2007 - March 31, 2008)

Earnings results up to the end of the 1st quarter of FY 2007 are in good condition and the earnings forecasts for the 1st half and the full-year period of FY2007, which were announced on May 18, 2007, remain unchanged.

(Reference)

	Ordinary income		Ordinary profit		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
1st Half of FY 2007	510,000	-11.3	140,000	-32.4	100,000	-78.3	8,774.61
FY 2007 (full year)	1,030,000	-10.7	280,000	-31.7	210,000	-68.4	15,970.37

(Notes) Percentage figures represent rate of increase or decrease in comparison with the same period previous year

3. Other

1) Changes in subsidiaries during the period

None

2) Application of simplified accounting methods

As specified in the attached sheet on the next page

3) Changes in the accounting methods from the ones applied in the previous fiscal year.

None

Forward-looking statements:

Forward-looking statements relating to performance forecasts that appear in this material are based on information currently available to the Group and certain assumptions deemed rational. Please note that, due to a variety of factors, the possibility exists that actual future performance may greatly differ.

Qualitative Information on Financial Statements

1. Qualitative Information on Consolidated Operating Results

Consolidated ordinary income, ordinary profits for the 1Q of FY2007 were Y273.5bn (up Y29.8bn from the same period previous year), Y56.5bn (up Y8.7bn), respectively. Of this total, net trading income (trading income less trading expenses) and net other ordinary income (other ordinary income less other ordinary expenses) declined Y22.5bn and Y9.4bn from the same period previous year, respectively, while net other operating income (other operating income less other operating expenses) increased Y43.1bn during the same period because of the rise in net gains on bonds and profit from foreign exchange transactions. Consolidated net income declined Y5.2bn year on year to Y40.3bn primarily because Income taxes-deferred increased Y10.6bn year on year to Y15.1bn.

2. Qualitative Information on Consolidated Financial Position

The balance of consolidated total assets as of the end of the 1Q of fiscal 2007 was Y39,902.3bn, which is Y74.7bn higher than the balance as of the end of the same period previous year. Of this total, securities declined by Y319.9 bn to Y7,522.1bn while monetary claims bought increased by Y427.4 bn to Y562.2bn during the same period. Customers' liabilities for acceptances and guarantees fell ¥643.4 billion year on year, to ¥1,056.8 billion, primarily due to the fact that from the end of the previous fiscal year, the customers' liabilities for acceptances and guarantees relating to private offerings of debentures by subsidiary banks' customers were offset with the corresponding acceptances and guarantees on the liabilities side.

Although call money and bills sold declined by Y1,032.7bn to Y153.4bn, deposits increased by Y328.1bn to Y31,303.8bn and negotiable certificates of deposits rose Y36.5bn to Y1,669.8bn during the same period. Net assets increased Y587.5bn year on year to Y2,318.6bn. Of this total, capital surplus increased by Y310.3bn year on year to Y573.8bn primarily owing to the issuance of Class Nine Preferred Shares while earned surplus and net unrealized gains on available-for-sale securities increased by Y163.1bn to Y926.5bn and Y113.1bn to Y298.1bn, respectively, during the same period.

3. Qualitative Information on Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2008

Since group banks are making efforts to generate as much net operating profits as they can, Resona Holdings regards the earnings projections for the current fiscal year are attainable. Resona Holdings forecasts its consolidated ordinary income, ordinary profit and net income for the fiscal year ending March 31, 2008 will amount to Y1,030.0bn, Y280.0bn and Y210.0bn, respectively. With respect to earnings forecast of subsidiary banks on a total of their non-consolidated accounts basis, total ordinary profit and total net income for the current fiscal year are expected to be Y295.0bn and Y220.0bn, respectively. Resona Holdings, on a standalone basis, expects its ordinary income, ordinary profit and net income to reach Y600.0bn, Y590.0bn and Y590.0bn, respectively, primarily due to an increase in dividends from subsidiary banks.

4. Other

○ Simplified methods of accounting applied are primarily as follows.

1. Criteria for providing loan loss reserve

For a part of loan exposures, the loan loss rate of the previous fiscal period is applied for computing loan loss reserves.

2. Criteria for computing income taxes

DTA amount is computed in accordance with a simplified method which tests the collectability of stated DTA based on the same future income outlook as used in the previous full-year settlement of account in March 2007.

Consolidated Balance Sheets (As of the End of the First Quarter of Fiscal 2007)

(Millions of Yen)

Items	June 30, 2007	June 30, 2006	Change	[Reference] March 31, 2007
(Assets)				
Cash and due from banks	1,265,505	1,304,678	(39,172)	1,609,285
Call loans and bills bought	1,534,418	1,284,183	250,234	1,200,121
Deposits paid for bonds borrowing transactions	148,247	42,526	105,720	114,451
Monetary claims bought	562,219	134,757	427,462	571,122
Trading assets	690,290	474,305	215,984	370,899
Money held in trust	10,363	—	10,363	10,385
Securities	7,522,130	7,842,116	(319,985)	7,595,212
Loans and bills discounted	25,800,775	25,873,971	(73,195)	26,252,861
Foreign exchange assets	82,647	73,116	9,531	83,265
Other assets	1,060,201	1,167,044	(106,843)	909,471
Tangible fixed assets	399,356	410,642	(11,286)	401,302
Intangible fixed assets	38,203	46,991	(8,788)	40,382
Deferred tax assets	310,570	41,417	269,152	309,286
Customers' liabilities for acceptances and guarantees	1,056,876	1,700,329	(643,452)	1,075,585
Reserve for possible loan losses	(564,817)	(553,903)	(10,914)	(543,137)
Reserve for possible losses on investments	(14,656)	(14,614)	(42)	(14,819)
Total assets	39,902,332	39,827,563	74,769	39,985,678
(Liabilities)				
Deposits	31,303,867	30,975,761	328,105	31,731,081
Negotiable certificates of deposit	1,669,840	1,633,250	36,590	1,800,220
Call money and bills sold	153,448	1,186,181	(1,032,732)	124,054
Bills sold under repurchase agreement	194,281	91,990	102,291	13,983
Deposits received for bonds lending transactions	319,378	290,092	29,285	55,575
Trading liabilities	159,071	66,486	92,584	115,367
Borrowed money	434,218	243,617	190,601	993,227
Foreign exchange liabilities	3,351	6,402	(3,051)	3,199
Bonds	928,823	758,854	169,969	866,141
Due to trust account	428,379	398,879	29,500	417,715
Other liabilities	879,225	692,393	186,831	766,672
Reserve for employees' retirement benefits	4,013	3,743	269	3,766
Reserve for possible losses on business restructuring	—	118	(118)	—
Reserve for reorganization of branch office channel	—	2,525	(2,525)	—
General reserve	5,056	—	5,056	5,409
Other reserve	0	0	(0)	0
Deferred tax liabilities	355	983	(627)	0
Deferred tax liabilities on land revaluation	43,526	44,844	(1,317)	43,536
Acceptance and guarantees	1,056,876	1,700,329	(643,452)	1,075,585
Total liabilities	37,583,715	38,096,455	(512,739)	38,015,538
(Net Assets)				
Capital	327,201	327,201	—	327,201
Capital surplus	573,809	263,507	310,302	223,810
Earned surplus	926,543	763,352	163,191	917,277
Treasury stock	(1,187)	(640)	(546)	(898)
Total shareholders' equity	1,826,367	1,353,420	472,946	1,467,391
Net unrealized gains on available-for-sale securities	298,168	184,971	113,196	301,013
Deferred hedge gains (losses)	(32,491)	(24,695)	(7,795)	(15,675)
Revaluation reserve for land, net of taxes	60,470	62,396	(1,926)	60,484
Foreign currency translation adjustments, net of taxes	(1,326)	(1,688)	362	(1,400)
Unrealized gains translation adjustments total	324,821	220,984	103,836	344,421
Minority interests	167,428	156,702	10,725	158,327
(Total net assets)	2,318,616	1,731,108	587,508	1,970,139
(Total liabilities and net assets)	39,902,332	39,827,563	74,769	39,985,678

*Amount less than 1 million yen are rounded down.

Consolidated Statements of Operations (First Quarter of Fiscal 2007)

(Millions of Yen)

Items	1st Quarter of FY 2007	1st Quarter of FY 2006	Increase/ (Decrease)	[Reference] FY 2006
Ordinary income	273,591	243,707	29,883	1,153,316
Interest income	174,004	154,105	19,899	665,223
Interest on loans and bills discounted	138,867	121,822	17,044	515,486
Interest and dividends on securities	17,828	21,135	(3,306)	94,290
Trust fees	7,055	5,097	1,957	40,438
Fees and commissions	47,857	45,296	2,561	207,849
Trading income	524	7,555	(7,031)	21,995
Other operating income	37,488	6,835	30,652	71,006
Other ordinary income	6,660	24,817	(18,156)	146,802
Ordinary expenses	217,072	195,912	21,160	743,461
Interest expenses	36,852	17,224	19,628	101,520
Interest on deposits	20,830	7,979	12,851	51,834
Fees and commissions	9,815	8,021	1,794	50,811
Trading expenses	15,753	236	15,516	455
Other operating expenses	8,656	21,191	(12,535)	48,505
General and administrative expenses	93,068	87,627	5,440	384,631
Other ordinary expenses	52,926	61,610	(8,684)	157,536
Ordinary profit	56,518	47,795	8,723	409,855
Extraordinary profits	5,846	7,473	(1,627)	29,162
Extraordinary losses	580	380	200	12,942
Income before income taxes and minority interests	61,784	54,888	6,895	426,074
Income taxes - current	3,425	2,168	1,256	12,466
Income taxes - deferred	15,123	4,463	10,659	(263,686)
Minority interests in net income	2,922	2,670	251	12,396
Net income	40,313	45,585	(5,272)	664,899

*Amount less than 1 million yen are rounded down.

Summary statement for changes in shareholders equity account in the 1Q-FY2007 period

(Millions of Yen)

	Shareholders' equity				
	Capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the end of the previous year	327,201	223,810	917,277	(898)	1,467,391
Change in the 1Q-FY2006 period					
Issuance of stock		350,000			350,000
Distribution of retained earnings			(31,062)		(31,062)
Net income			40,313		40,313
Acquisition of own stock				(318)	(318)
Disposal of own stock		(1)		29	28
Reduction in land revaluation excess			14		14
Change in items other than those in the "shareholders' equity"					
Total change in the 1Q-FY2006 period	-	349,998	9,265	(288)	358,975
Balance at the end of the 1Q-FY2006	327,201	573,809	926,543	(1,187)	1,826,367

(Millions of Yen)

	Unrealized gains (losses), translation adjustments					Minority interests	Total net assets
	Net unrealized gains on available-for-sale securities	Net gains on deferred hedge	Revaluation reserve for land	Foreign currency translation adjustments	Total		
Balance at the end of the previous year	301,013	(15,675)	60,484	(1,400)	344,421	158,327	1,970,139
Change in the 1Q-FY2006 period							
Issuance of stock							350,000
Distribution of retained earnings							(31,062)
Net income							40,313
Acquisition of own stock							(318)
Disposal of own stock							28
Reduction in land revaluation excess							14
Change in items other than those in the "shareholders' equity"	(2,844)	(16,815)	(14)	74	(19,599)	9,101	(10,498)
Total change in the 1Q-FY2006 period	(2,844)	(16,815)	(14)	74	(19,599)	9,101	348,477
Balance at the end of the 1Q-FY2006	298,168	(32,491)	60,470	(1,326)	324,821	167,428	2,318,616

Summary statement for changes in shareholders equity account in the 1Q-FY2006 period

(Millions of Yen)

	Shareholders' equity				
	Capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the end of the previous year	327,201	263,505	749,118	(579)	1,339,245
Change in the 1Q-FY2006 period					
Distribution of retained earnings			(31,351)		(31,351)
Net income			45,585		45,585
Acquisition of own stock				(70)	(70)
Disposal of own stock		1		9	11
Change in items other than those in the "shareholders' equity"					
Total change in the 1Q-FY2006 period	-	1	14,233	(61)	14,174
Balance at the end of the 1Q-FY2006	327,201	263,507	763,352	(640)	1,353,420

(Millions of Yen)

	Unrealized gains (losses), translation adjustments					Minority interests	Total net assets
	Net unrealized gains on available-for-sale securities	Net gains on deferred hedge	Revaluation reserve for land	Foreign currency translation adjustments	Total		
Balance at the end of the previous year	257,388	-	62,396	(1,946)	317,838	156,829	1,813,913
Change in the 1Q-FY2006 period							
Distribution of retained earnings							(31,351)
Net income							45,585
Acquisition of own stock							(70)
Disposal of own stock							11
Change in items other than those in the "shareholders' equity"	(72,416)	(24,695)	-	258	(96,853)	(126)	(96,980)
Total change in the 1Q-FY2006 period	(72,416)	(24,695)	-	258	(96,853)	(126)	(82,805)
Balance at the end of the 1Q-FY2006	184,971	(24,695)	62,396	(1,688)	220,984	156,702	1,731,108

Statements of Trust Assets and Liabilities (As of the End of the 1st Quarter of Fiscal 2007)

(Millions of Yen)

Items	June 30, 2007	June 30, 2006	Increase/ (Decrease)	[Reference] March 31, 2007
Assets				
Loans and bills discounted	147,001	168,361	(21,360)	151,362
Securities	8,512,034	6,567,160	1,944,874	7,981,453
Trust beneficiary certificate	25,430,931	24,273,480	1,157,450	24,594,659
Securities held in custody account	327	2	325	327
Monetary claims	393,042	374,144	18,897	400,072
Premises and equipment	-	479,645	(479,645)	-
Tangible fixed assets	604,039	-	604,039	591,401
Real estate lease rights	-	4,782	(4,782)	-
Intangible fixed assets	3,321	-	3,321	3,321
Other claims	15,990	12,104	3,885	18,118
Due from banking account	428,379	398,879	29,500	417,715
Cash and due from banks	51,626	40,921	10,705	44,570
Total assets	35,586,694	32,319,482	3,267,212	34,203,001
Liabilities				
Money trusts	15,207,541	13,175,761	2,031,779	14,341,253
Pension trusts	4,825,310	4,832,693	(7,383)	4,729,693
Asset formation benefit trusts	1,618	1,918	(299)	1,656
Securities investment trusts	13,244,145	12,396,484	847,661	12,899,339
Pecuniary trusts other than money trusts	236,604	174,896	61,708	228,667
Securities trusts	587,400	404,752	182,648	529,774
Monetary claims trusts	412,738	397,148	15,590	416,893
Real estates trusts	153,803	155,471	(1,667)	159,371
Land and fixture lease trusts	4,737	4,705	32	4,697
Composite trusts	912,793	775,651	137,142	891,654
Total liabilities	35,586,694	32,319,482	3,267,212	34,203,001

*Amount less than 1 million yen are rounded down.