

Summary of Non-Consolidated Financial Results (March 31, 2003/Unaudited)

May 26, 2003

Resona Holdings, Inc.

2-2-1 Bingomachi, Cyuo-ku, Osaka, Japan

1. Financial Highlights (April 1, 2002 - March 31, 2003)

(1) Operating Results

	Operating income		Operating profit		Ordinary net profit	
	<i>Million yen</i>	%	<i>Million yen</i>	%	<i>Million yen</i>	%
March 31, 2003	13,078	515.4	2,206	420.3	1,787	482.1
March 31, 2002	2,125	-	424	-	307	-

	Net income (loss)		Net income (loss) per share	Net income per share (potential equity adjusted)	Ratio of net income (loss) to shareholders' equity	Ratio of ordinary net profit to total assets	Ratio of ordinary net profit to operating income
	<i>Million yen</i>	%	<i>Yen</i>	<i>Yen</i>	%	%	%
March 31, 2003	(1,153,552)	-	(204.73)	-	(2,300.9)	0.1	13.7
March 31, 2002	19,901	-	2.66	-	2.1	0.0	14.5

Note: (1) Average number of ordinary shares issued: 5,634,367,128 shares (fiscal year ended March 31, 2003)

Average number of ordinary shares issued: 3,601,332,878 shares (fiscal year ended March 31, 2002)

(2) There were no changes in accounting policies.

(3) Percentages in operating income, operating profit, ordinary net profit and net income show the changes from the prior year.

(2) Dividend Payment

	Cash dividends per share			Total dividends paid (Year-end)	Dividend payout ratio	Ratio of total dividends to shareholders' equity
	<i>Yen</i>	<i>Yen</i>	<i>Yen</i>			
March 31, 2003	0.00	0.00	0.00	-	-	-
March 31, 2002	0.00	-	0.00	-	-	-

Note: As for dividends paid for preferred stock, please refer to the following page.

(3) Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	<i>Million yen</i>	<i>Million yen</i>	%	<i>Yen</i>
March 31, 2003	700,952	348,362	49.7	(93.99)
March 31, 2002	1,822,271	1,511,298	82.9	112.08

Note: (1) Number of ordinary shares issued: 5,652,092,037 shares (as of March 31, 2003)

Number of ordinary shares issued: 5,634,683,511 shares (as of March 31, 2002)

(2) Treasury stock 1,497,322 shares (as of March 31, 2003)

Treasury stock 220,554 shares (as of March 31, 2002)

2. Forecast of Fiscal Year's Performance (April 1, 2003 - March 31, 2004)

	Operating Income	Ordinary Net Profit	Net Income	Cash dividends per share		
				Interim	Term-end	
	<i>Million yen</i>	<i>Million yen</i>	<i>Million yen</i>	<i>Yen</i>	<i>Yen</i>	<i>Yen</i>
Interim	-	-	-	-	-	-
Full year	-	-	-	-	-	-

Note: The Company received the Business Reform Order from the Financial Services Agency based on Section 1, Article 52-33 of the Banking Law. Now, the Company is deciding upon an improvement plan including capital increase. Regarding the forecast of the 2003 fiscal year's performance, as soon as that plan is decided, it will be indicated separately together with the one's from each subsidiary bank.

Appendixes

Average and Issued Number of Preferred Stock

	Average outstanding shares for the year		Issued at year-end	
	Year ended March 31, 2003	Year ended March 31, 2002	Year ended March 31, 2003	Year ended March 31, 2002
	shares	shares	shares	shares
Type A, First Issue Preferred Stock	10,970,000	10,970,000	10,970,000	10,970,000
Type B, First Issue Preferred Stock	680,000,000	680,000,000	680,000,000	680,000,000
Type C, First Issue Preferred Stock	120,000,000	120,000,000	120,000,000	120,000,000
Type D, First Issue Preferred Stock	364,317	108,781	340,000	386,000
Type E, First Issue Preferred Stock	240,000,000	67,636,363	240,000,000	240,000,000
Type F, First Issue Preferred Stock	80,000,000	22,545,454	80,000,000	80,000,000

Number of Preferred Shares, Treasury stock

	Treasury stock at year-end	
	Year ended March 31, 2003	Year ended March 31, 2002
	shares	shares
Type A, First Issue Preferred Stock	-	-
Type B, First Issue Preferred Stock	-	-
Type C, First Issue Preferred Stock	-	-
Type D, First Issue Preferred Stock	-	-
Type E, First Issue Preferred Stock	-	-
Type F, First Issue Preferred Stock	-	-

Cash Dividends Declared on Preferred Shares

	Year ended Mar 31, 2003				Year ended Mar 31, 2002			
	Annual dividends per share			Total Amount of Dividends	Annual dividends per share			Total Amount of Dividends
	Total	Year-end	Interim		Total	Year-end	Year-end	
	Yen	Yen	Yen	Million yen	Yen	Yen	Yen	Million yen
Type A, First Issue Preferred Stock	0.00	0.00	0.00	-	24.75	-	24.75	271
Type B, First Issue Preferred Stock	0.00	0.00	0.00	-	6.36	-	6.36	4,324
Type C, First Issue Preferred Stock	0.00	0.00	0.00	-	6.33	-	6.33	759
Type D, First Issue Preferred Stock	0.00	0.00	0.00	-	10.00	-	10.00	3
Type E, First Issue Preferred Stock	0.00	0.00	0.00	-	14.38	-	14.38	3,451
Type F, First Issue Preferred Stock	0.00	0.00	0.00	-	18.50	-	18.50	1,480

(Reference)

Formulas for computing ratios for the year ended March 31, 2003

Net Income per Share:

$$\frac{\text{Net income on common Stock}}{\text{Average number of shares of common stock during the year}}$$

Ratio of net income to shareholders' equity

$$\frac{\text{Net income on common stock}}{\left\{ \text{Total shareholders' equity at beginning of the year} - (\text{Issued number of preferred stock at beginning of the year} \times \text{Amount per share}) + \text{Total shareholders' equity at end of the year} - (\text{Issued number of preferred stock at end of the year} \times \text{Amount per share}) \right\} / 2} \times 100$$

Shareholders' Equity per Share:

$$\frac{\text{Ending shareholders' equity} - \text{Issued number of shares of preferred stock} \times \text{Amount per share}}{\text{Issued number of shares of common stock at year end}}$$

Non-Consolidated Balance Sheets

(Millions of yen)

Items	As of March 31, 2003		As of March 31, 2002		Comparison
		%		%	
Assets					
Current assets					
Cash and due from banks	¥ 4,850		¥ 31,482		¥ (26,632)
Prepaid expenses	291		-		291
Deferred tax assets	-		993		(993)
Accrued income	552		34		518
Other	188		35		153
Total current assets	5,883	0.84	32,545	1.79	(26,662)
Non-current assets					
Tangible fixed assets	22		20		2
Furniture and fixtures	22		20		2
Other	0		0		-
Intangible fixed assets	104		5		99
Trademark	97		-		97
Software	7		5		2
Investments and other assets	694,600		1,789,243		(1,094,643)
Investments in subsidiaries	804,438		1,489,234		(684,796)
Long-term loans to subsidiaries	300,000		300,000		-
Other	18		8		10
Reserve for possible losses on investments	(409,856)		-		(409,856)
Total non-current assets	694,727	99.11	1,789,269	98.19	(1,094,542)
Deferred charges					
Organization costs	342		456		(114)
Total deferred charges	342	0.05	456	0.02	(114)
Total assets	¥700,952	100.00	¥1,822,271	100.00	¥(1,121,319)
Liabilities					
Current liabilities					
Short-term debt	4,100		-		4,100
Accounts payable	0		424		(424)
Accrued expenses	813		153		660
Income tax payable	5		10,313		(10,308)
Consumption tax payable	132		67		65
Other	18		13		5
Total current liabilities	5,070	0.72	10,972	0.60	(5,902)
Non-current liabilities					
Bonds	15,020		-		15,020
Long-term debt	332,500		300,000		32,500
Total non-current liabilities	347,520	49.58	300,000	16.46	47,520
Total liabilities	352,590	50.30	310,972	17.06	41,618
Shareholders' equity					
Capital	-	-	720,000	39.51	-
Capital reserve	-	-	731,417	40.14	-
Retained earnings	-	-	59,901	3.29	-
Gain from deduction of capital reserve	-	-	40,000		-
Unappropriated profit	-	-	19,901		-
Treasury stock	-	-	(19)	(0.00)	-
Total shareholder' equity	-	-	1,511,298	82.94	(1,511,298)
Shareholders' equity					
Capital	720,499	102.79	-	-	-
Capital surplus	771,916	110.12	-	-	-
Capital reserve	731,916		-		-
Other capital surplus	40,000		-		-
Gain from deduction of capital reserve	40,000		-		-
Earned surplus	(1,143,942)	(163.19)	-	-	-
Undisposed loss	1,143,942		-		-
Treasury stock	(111)	(0.02)	-	-	-
Total shareholder' equity	348,362	49.70	-	-	348,362
Total liabilities and shareholders' equity	¥700,952	100.00	¥1,822,271	100.00	¥(1,121,319)

Non-Consolidated Statements of Operations

(Millions of yen)

Items	FY 2002		FY 2001		Comparis
	From Apr 1, 2002 To Mar 31, 2003		From Dec 12, 2001 To Mar 31, 2002		
Operating income:	¥ 13,078	100.00	¥ 2,125	100.00	¥ 10,953
Dividends from subsidiaries	941		-		941
Fees from subsidiaries	7,087		2,091		4,996
Interest on loans to subsidiaries	5,050		34		5,016
Operating expenses:	10,871	83.12	1,700	80.00	9,171
Interest expenses	5,050		34		5,016
General and administrative expenses	5,821		1,666		4,155
Operating profit	2,206	16.88	424	20.00	1,782
Non-operating profit:	27	0.21	1	0.06	26
Interest income	2		0		2
Commission received	7		-		7
Foreign exchange gain	13		-		13
Other	4		1		3
Non-operating expenses:	447	3.42	118	5.60	329
Interest expenses	323		4		319
Stock issuance costs	5		-		5
Amortization of organization cost	114		114		-
Other	3		0		3
Ordinary net profit	1,787	13.67	307	14.46	1,480
Extraordinary profit :	6,782	51.85	28,913	1,360.59	(22,131)
Gain on sales of investment in subsidiaries	6,782		28,913		(22,131)
Extraordinary loss:	1,161,119	8,877.95	-	-	1,161,119
Devaluation of investment in subsidiaries	751,263		-		751,263
Provisions for possible losses on investments	409,856		-		409,856
Income (loss) before income taxes	(1,152,550)	(8,812.43)	29,221	1,375.05	(1,181,771)
Income taxes:	1,002	7.66	9,319	438.56	(8,317)
Income taxes – current	8		10,313		(10,305)
Income taxes – deferred	993		(993)		1,986
Net income (loss)	(1,153,552)	(8,820.09)	19,901	936.49	(1,173,453)
Profit carried forward from previous year	9,610		-		9,610
Unappropriated profit (Undisposed loss) at end of the year	¥(1,143,942)		¥19,901		¥(1,163,843)

Proposal for profit and loss appropriation account

(Million of Yen)

Items	FY 2002	FY 2001
Disposition of undisposed loss		
Undisposed loss at end of the year	¥ 1,143,942	-
Disposition:	771,916	-
Reversal of capital reserve	731,916	-
Reversal of other capital surplus	40,000	-
Loss carried forward	¥ 372,025	-
Appropriations of other capital surplus		
Other capital surplus	¥ 40,000	-
Change for earned surplus	40,000	-
Other capital surplus carried forward	¥ -	-
Unappropriated profit at end of the year	-	¥19,901
Appropriations:	-	10,290
Dividends on Class A No. 1 Preferred stock (¥24.75 per share)	-	271
Dividends on Class B No. 1 Preferred stock (¥6.36 per share)	-	4,324
Dividends on Class C No. 1 Preferred stock (¥6.33 per share)	-	759
Dividends on Class D No. 1 Preferred stock (¥10 per share)	-	3
Dividends on Class E No. 1 Preferred stock (¥14.38 per share)	-	3,451
Dividends on Class F No. 1 Preferred stock (¥18.50 per share)	-	1,480
Profit carried forward	-	¥ 9,610

Going Concern Assumption

As of March 31, 2003, the consolidated equity ratio per 2nd standard of Resona Holdings, Inc. (the “Company”), was below 4% and accordingly, was classified as the first category in the table of Item 1, Article 3 of the Order to classify banks, which is stipulated in Section 2, Article 26 of the Banking Law (Cabinet Order Ministry of Finance Order No.39 of 2000). As a result, on May 17, 2003, the Company received the Business Reform Order from the Financial Services Agency based on Section 1, Article 52-33 of the Banking Law.

As of March 31, 2003, Resona Bank, Ltd. (the “Bank”), a subsidiary of the Company, whose non-consolidated and consolidated equity ratio per domestic standard were below 4% and accordingly, was classified as the first section in the table of Item 2 and Item 1, Article 1 of the Order to classify banks, which is stipulated in Section 2, Article 26 of the Banking Law (Cabinet Order, Ministry of Finance Order No.39 of 2000). As a result, on May 17, 2003, the Bank received the Business Reform Order from the Financial Services Agency based on Section 1, Article 26 of the Banking Law.

Under the current circumstances, there exist serious going concern issues.

Under the current circumstances, the Prime Minister judged, through the resolution of Financial Crisis Management Meeting, that it is necessary for the Bank to improve capital adequacy as a resolution of No.1, Section 1, Article 102 of the Deposit Insurance Law and determined the due date of the Bank’s application for capital increase as May 30, 2003.

The Bank, accordingly, will apply to Deposit Insurance Organization for the capital increase with public funds to resolve this issue. Also, the Company and the Bank will submit to the Financial Services Agency “the Improvement Plan considered reasonable to maintain the soundness of the operation” by June 2, 2003 and expect the recovery of adequate capital base by implementing that plan.

The financial documents have been prepared on the basis without considering the going concern issues.

Significant Accounting Policies

1. Valuation basis and method of securities

Investments in subsidiaries: Cost (determined by moving average basis)

2. Depreciation of fixed assets

(1) Furniture and fixtures are depreciated by the declining balance method over the useful lives of 2 ~ 20 years.

(2) Trademark is depreciated for 10 years by the straight-line method.

Software used by the Company is being amortized by the straight-line method based on an estimated useful life (5 years) determined by the Company.

3. Organization cost is being amortized by the straight-line method for 5 years in accordance with the Commercial Code of Japan.

Stock issuance costs are charged to operation as incurred.

4. The reserve for possible losses on investments is provided for the possible losses from investments in subsidiaries, considering the financial conditions and others of such subsidiaries.

5. The Company accounts for consumption tax and local consumption tax by the tax-exclusion method.

6. The Company has applied the “Accounting Standard for Treasury Stock and Reversals of Legal Reserves” (Business Accounting Standard No.1) effective April 1, 2002. There were no effects from adopting this standard to assets and capital for the fiscal year ended March 31, 2003.

Shareholders' equity section as of March 31, 2003 was prepared in accordance with the Revised Regulations of Financial Statements.

7. The Company has applied the “Accounting Standard for Net income per Share” (Business Accounting Standard No.2) and the “Guideline for the Accounting Standard for Net income per Share” (Guideline for Business Accounting Standard No.4) effective April 1, 2002.

There were no effects from adopting this standard and guideline.

Notes to Balance Sheet

1. Amounts of less than one million yen have been rounded down.
2. Accumulated depreciation of furniture and fixtures: ¥13 million
3. Investments in subsidiaries include subscription money for new shares of ¥19,834 million.
4. Liabilities for subsidiaries are included as follows:

Short-term debt	¥ 4,100 million
Bonds	¥ 15,020 million
Long-term debt	¥ 1,500 million
5. Bonds are all subordinated bonds that are subordinated to other debt in repayment.
6. Long-term debt of ¥314,000 million are subordinated liabilities, which by special covenants, are subordinated to other obligations in the order of their performance.
7. Total number of shares to be issued by the Company

Common stock	13,000,000,000 shares
Preferred stock	1,131,310,000 shares

Total number of shares issued

Common stock	5,653,589,359 shares
Preferred stock	1,131,310,000 shares

8. The Company's Article of Incorporation states that preferred dividends to preferred shareholders would never be paid in excess of the following according to the class of preferred stock:

Class A	No. 1 Preferred Stock	24.75 yen per share
Class B	No. 1 Preferred Stock	6.36 yen per share
Class C	No. 1 Preferred Stock	6.80 yen per share
Class D	No. 1 Preferred Stock	10.00 yen per share
Class E	No. 1 Preferred Stock	14.38 yen per share
Class F	No. 1 Preferred Stock	18.50 yen per share

9. Capital deficiency as a result of deducting the total of capital, capital reserve and profit reserve from the amount deducting the total of revaluation reserve for land, net of taxes and net unrealized gains/losses on securities available for sale, net of taxes from the net assets in the balance sheet, as stipulated in the Old Article 72 of Commercial Code rules was ¥1,104,053 million.

Notes to Statement of Operations

1. Amounts of less than one million yen have been rounded down.
2. Transactions with subsidiaries in operating income

Fees from subsidiaries	¥7,087 million
Interest on loans to subsidiaries	¥5,050 million
Dividends from subsidiaries	¥941 million
3. Transactions with subsidiaries in non-operating income

Interest income	¥2 million
Other	¥0 million
4. Major items in general and administrative expenses.

Salaries and allowances	¥3,114 million
Rent	¥859 million
Service expenses	¥880 million
Advertising	¥328 million
Depreciation	¥18 million

Securities

Investment securities in subsidiaries had no fair value.

Data per share

Net assets per share	¥ (93.99)
Net loss per share	¥ 204.73

(Note)

1. Net assets per share was calculated as a result of dividing the number of ordinary shares issued from the amount deduct by the amount of “the number of preferred stocks × amount per share” from the net assets in the balance sheet at the year end.
2. Net income per share as adjusted for potential shares is not presented, because net loss per share is appropriated.