

## Summary of Non-Consolidated Financial Results (March 31, 2004/Unaudited)

May 24, 2004

### Resona Holdings, Inc.

## 1. Financial Highlights (April 1, 2003 - March 31, 2004)

## (1) Operating Results

	Operating income		Operating profit		Ordinary profit	
	<i>Million yen</i>	%	<i>Million yen</i>	%	<i>Million yen</i>	%
March 31, 2004	32,566	149.0	19,415	779.81	16,464	821.0
March 31, 2003	13,078	515.4	2,206	420.3	1,787	482.1

	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 profit to total assets	Ratio of ordinary profit to operating income
	<i>Million yen</i>	%	<i>Yen</i>	<i>Yen</i>	%	%	%
March 31, 2004	(1,463,902)	-	( 156.34 )	-	-	1.6	50.6
March 31, 2003	(1,153,552)	-	(204.73)	-	(2,300.9)	0.1	13.7

Note: (1) Average number of common stock issued: 9,363,576,010 shares (fiscal year ended March 31, 2004)

Average number of common stock issued: 5,634,367,128 shares (fiscal year ended March 31, 2003)

(2) There were no changes in accounting policies.

(3) Percentages in operating income, operating profit, ordinary profit and net income (loss) show the changes from the previous 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, 2004	0.00	0.00	0.00	-	-	-
March 31, 2003	0.00	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, 2004	1,345,960	694,212	51.6	( 162.10 )
March 31, 2003	700,952	348,362	49.7	(93.99)

Note: (1) Issued number of common stock : 11,372,909,543 shares (as of March 31, 2004)

Issued number of common stock : 5,652,092,037 shares (as of March 31, 2003)

(2) Treasury stock 2,160,302 shares (as of March 31, 2004)

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

## 2. Forecast of Fiscal Year's Performance (April 1, 2004 - March 31, 2005)

	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	26,000	16,000	4,000	-	-	-
Full year	71,000	52,000	40,000	-	-	-

(Reference) Forecasted net income per share (full year) 1.75 yen

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

## Appendixes

**Average and Issued Number of Preferred Stock, Treasury stock**

	Average outstanding shares for the year		Issued at year-end		Treasury stock as of March 31, 2004	
	Year ended March 31, 2004	Year ended March 31, 2003	Year ended March 31, 2004	Year ended March 31, 2003	Year ended March 31, 2004	Year ended March 31, 2003
	shares	shares	shares	shares	shares	shares
Class A, No.1 Preferred Stock	9,822,459	10,970,000	5,970,000	10,970,000	-	-
Class B, No.1 Preferred Stock	680,000,000	680,000,000	680,000,000	680,000,000	-	-
Class C, No.1 Preferred Stock	120,000,000	120,000,000	120,000,000	120,000,000	-	-
Class D, No.1 Preferred Stock	295,382	364,317	156,000	340,000	-	-
Class E, No.1 Preferred Stock	240,000,000	240,000,000	240,000,000	240,000,000	-	-
Class F, No.1 Preferred Stock	80,000,000	80,000,000	80,000,000	80,000,000	-	-
Class 1, Series1 Preferred Stock	1,788,251,366	-	2,750,000,000	-	-	-
Class 2, Series1 Preferred Stock	1,832,345,002	-	2,817,807,861	-	-	-
Class 3, Series1 Preferred Stock	1,788,251,366	-	2,750,000,000	-	-	-

**Cash Dividends Declared on Preferred Stock**

	Year ended Mar 31, 2004				Year ended Mar 31, 2003			
	Annual dividends per share			Total Amount of Dividends	Annual dividends per share			Total Amount of Dividends
	Total	Interim	Year-end		Total	Interim	Year-end	
	Yen	Yen	Yen	Million yen	Yen	Yen	Yen	Million yen
Class A, No.1 Preferred Stock	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Class B, No.1 Preferred Stock	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Class C, No.1 Preferred Stock	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Class D, No.1 Preferred Stock	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Class E, No.1 Preferred Stock	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Class F, No.1 Preferred Stock	0.00	0.00	0.00	-	0.00	0.00	0.00	-
Class 1, Series1 Preferred Stock	0.00	0.00	0.00	-	-	-	-	-
Class 2, Series1 Preferred Stock	0.00	0.00	0.00	-	-	-	-	-
Class 3, Series1 Preferred Stock	0.00	0.00	0.00	-	-	-	-	-

**Forecasted cash dividends on Preferred Shares per share as of March 31, 2005**

	Annual dividends per share		
	Total	Interim	Year-end
	Yen	Yen	Yen
Class A, No.1 Preferred Stock	24.75	0.00	24.75
Class B, No.1 Preferred Stock	6.36	0.00	6.36
Class C, No.1 Preferred Stock	6.80	0.00	6.80
Class D, No.1 Preferred Stock	10.00	0.00	10.00
Class E, No.1 Preferred Stock	14.38	0.00	14.38
Class F, No.1 Preferred Stock	18.50	0.00	18.50
Class 1, Series1 Preferred Stock	1.178	0.00	1.178
Class 2, Series1 Preferred Stock	1.178	0.00	1.178
Class 3, Series1 Preferred Stock	1.178	0.00	1.178

(Reference)

**Formulas for computing ratios for the year ended March 31, 2004**

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

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

Shareholders' Equity per Share:

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

**Formulas for computing ratios for the year ending March 31, 2005**

Net Income (loss) per Share (Fiscal 2004 Forecast)

$$\frac{\text{Net income (loss) on common stock}}{\text{Issued number of shares of common stock at year end}}$$

## Non-Consolidated Balance Sheets

(Millions of yen)

Items	As of March 31, 2004		As of March 31, 2003		Difference (A)-(B)
	(A)	%	(B)	%	
<b>Assets</b>					
Current assets					
Cash and due from banks	¥ 6,024		¥ 4,850		¥ 1,174
Prepaid expenses	285		291		(6)
Accrued income	1,317		552		765
Other	1,981		188		1,793
Total current assets	9,609	0.71	5,883	0.84	3,726
Non-current assets					
Tangible fixed assets	25		22		3
Furniture and fixtures	24		22		2
Other	0		0		0
Intangible fixed assets	121		104		17
Trademark	98		97		1
Software	22		7		15
Investments and other assets	1,335,976		694,600		641,376
Investments in subsidiaries	1,035,952		804,438		231,514
Long-term loans to subsidiaries	300,000		300,000		-
Other	24		18		6
Reserve for possible losses on investments	-		(409,856)		409,856
Total Non-current assets	1,336,123	99.27	694,727	99.11	641,396
Deferred charges					
Organization costs	228		342		(114)
Total deferred charges	228	0.02	342	0.05	(114)
Total assets	¥1,345,960	100.00	¥700,952	100.00	¥645,008
<b>Liabilities</b>					
Current liabilities					
Short-term debt	-		4,100		(4,100)
Annual maturities of long-term debt	1,500		-		1,500
Accounts payable	-		0		(0)
Accrued expenses	4,122		813		3,309
Income tax payable	9		5		4
Consumption tax payable	76		132		(56)
Other	19		18		1
Total current liabilities	5,728	0.42	5,070	0.72	658
Non-current liabilities					
Bonds	15,020		15,020		0
Long-term debt	631,000		332,500		298,500
Total non-current liabilities	646,020	48.00	347,520	49.58	298,500
Total liabilities	651,748	48.42	352,590	50.30	299,158
<b>Shareholders' equity</b>					
Capital	1,288,473	95.72	720,499	102.79	567,974
Capital surplus	869,830	64.63	771,916	110.12	97,914
Capital reserve	829,829		731,916		97,913
Other capital surplus	40,001		40,000		1
Deduction of capital and capital reserve	40,000		40,000		-
Gain from disposal of treasury stock	1		-		1
Earned surplus (deficit)	(1,463,902)	(108.76)	(1,143,942)	(163.19)	(319,960)
Undisposed loss	1,463,902		1,143,942		319,960
Treasury stock	(190)	(0.01)	(111)	(0.02)	(79)
Total shareholder' equity	694,212	51.58	348,362	49.70	345,850
Total liabilities and shareholders' equity	¥1,345,960	100.00	¥700,952	100.00	¥645,008

## Non-Consolidated Statements of Operations

*(Millions of yen)*

Items	FY 2003 (A) From Apr 1, 2003 To Mar 31, 2004		FY 2002 (B) From Apr 1, 2002 To Mar 31, 2003		Difference (A)-(B)
		%		%	
Operating income:	¥ 32,566	100.00	¥ 13,078	100.00	¥ 19,488
Dividends from subsidiaries	19,119		941		18,178
Fees from subsidiaries	6,903		7,087		(184)
Interest on loans to subsidiaries	6,543		5,050		1,493
Operating expenses:	13,151	40.38	10,871	83.12	2,280
Interest expenses	8,901		5,050		3,851
General and administrative expenses	4,249		5,821		(1,572)
Operating profit	19,415	59.62	2,206	16.88	17,209
Non-operating profit:	117	0.35	27	0.21	90
Interest income	0		2		(2)
Commission received	115		7		108
Foreign exchange gain	-		13		(13)
Other	2		4		(2)
Non-operating expenses:	3,068	9.42	447	3.42	2,621
Interest expenses	829		323		506
Interest on bonds	539		-		539
Stock issuance costs	1,554		5		1,549
Amortization of organization cost	114		114		-
Other	30		3		27
Ordinary profit	16,464	50.55	1,787	13.67	14,677
Extraordinary profit:	-	-	6,782	51.85	(6,782)
Gain on sales of investment in subsidiaries	-		6,782		(6,782)
Extraordinary loss:	1,480,358	4,545.71	1,161,119	8,877.95	319,239
Devaluation of investment in subsidiaries	1,480,358		751,263		729,095
Provisions for reserve for possible losses on investments	-		409,856		(409,856)
Income (loss) before income taxes	(1,463,894)	(4,495.16)	(1,152,550)	(8,812.43)	(311,344)
Income taxes:	8	0.02	1,002	7.66	(994)
Income taxes – current	8		8		(0)
Income taxes – deferred	-		993		(993)
Net income (loss)	(1,463,902)	(4,495.18)	(1,153,552)	(8,820.09)	(310,350)
Profit (loss) carried forward from previous year	(372,025)		9,610		(381,635)
Transfer from capital to cover deficit	372,025		-		372,025
Unappropriated profit (Undisposed loss) at end of the year	¥(1,463,902)		¥(1,143,942)		¥(319,960)

## 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.

Softwares used by the Company are amortized by the straight-line method overestimated useful lives (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. Noncancelable lease transactions are accounted for as operating leases regardless of whether such leases are classified as operating leases or finance leases except for lease agreements that stipulate the transfer of ownership of the leased property to the lessee, they are accounted for as finance leases.

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

**Notes to Balance Sheet**

1. Amounts of less than one million yen have been rounded down.
2. Liabilities for subsidiaries are included as follows:
 

Annual maturities of long-term debt	¥ 1,500 million
Bonds	¥ 15,020 million
Long-term debt	¥ 300,000 million
3. Accumulated depreciation of furniture and fixtures: ¥22 million
4. Vehicles and others held under leases.
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. Accounting standards for impairment of fixed assets, "Opinion Concerning Establishment of Accounting Standard for Impairment of Fixed Assets" (August 8, 2002) issued by Business Accounting Deliberation Council and Financial Accounting Standards Implementation Guidance No.6 "Implementation Guidance on Accounting Standard for Impairment of Fixed Assets" issued by the Accounting Standards Board of Japan (October 31, 2003), permit early adoption of these standards to the financial statements for the year ending March 31, 2004 or after and therefore the Company adopted these standards in this fiscal year. There is no effect of this early adoption.

8. Total number of shares to be issued by the Company

Common stock	73,000,000,000 shares
Preferred stock	9,449,115,861 shares

## Total number of shares issued

Common stock	11,375,069,845 shares
Preferred stock	9,443,933,861 shares

9. 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
Class 1, Series 1 Preferred Stock	0.908 yen per share
Class 2, Series 1 Preferred Stock	0.908 yen per share

Class 3, Series 1 Preferred Stock      0.908 yen per share

10. Capital deficiency was ¥1,424,091 million.
11. Transfer from capital surplus to cover deficit  
The amount of capital surplus to cover deficit      ¥ 731,916 million  
The date of covering deficit      June, 2003



**Notes to Statement of Operations**

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

Dividends from subsidiaries	¥19,119 million
Fees from subsidiaries	¥6,903 million
Interest on loans to subsidiaries	¥6,543 million
3. Major items in general and administrative expenses.
 

Salaries and allowances	¥1,805 million
Service expenses	¥860 million
Rent	¥714 million
Commission paid	¥259 million
Depreciation	¥23 million

**Securities**

Investment securities in subsidiaries had no fair value.

**Data per share**

Net assets per share	¥ (162.10)
Net loss per share	¥ 156.34

(Note)

1. Net assets per share was calculated as a result of dividing the net assets in the balance sheet at the year end deduct by the amount of “the number of preferred stocks multiply by amount per share” by the number of ordinary shares issued.
2. Diluted net income per share is not presented, as net loss is reported.

## Proposal for Disposition of Losses

*(Million of Yen)*

Items	FY 2003	FY 2002
Disposition of loss		
Undisposed loss at end of the year	¥ 1,463,902	¥ 1,143,942
Disposition:	542,629	771,916
Reversal of capital reserve	502,627	731,916
Reversal of other capital surplus	40,001	40,000
Undisposed loss carried forward	¥ 921,272	¥ 372,025
Appropriations of other capital surplus		
Other capital surplus	¥ 40,001	¥ 40,000
Transfer to earned surplus	40,001	40,000
Other capital surplus carried forward	¥ -	¥ -