

Issuance of New Shares by Subsidiaries through Allotment to their Existing Shareholder

The Kinki Osaka Bank, Ltd. ("Kinki Osaka Bank") and The Nara Bank, Ltd. ("Nara Bank"), both of which are banking subsidiaries of Resona Holdings, Inc. ("Resona HD"), passed corporate resolutions on October 10, 2003 concerning the issuance of new shares through allotment to its existing shareholder. The content of the resolutions outlined below will become effective after the notification required under the Securities and Exchange Law of Japan takes effect.

1. Kinki Osaka Bank

(1) Outline of the New Issue

1.	Number of shares to be issued)	6,000,000 shares
2.	Form of Issue	All shares allotted to its parent company Resona HD
3.	Issue price per share	50,000 yen
4.	Aggregate issue price	300,000,000,000 yen
5.	Amount to be capitalized (per share)	25,000 yen
6.	Date of allotment	October 26, 2003
7.	Date of payment	November 19, 2003
8.	Issue Date of New Shares	November 20, 2003

(2) The Number of Shares Issued and Amount of Capital Before and After the New Issue

	Before the new issue	After the new issue
Number of shares issued	1,461,196,574 shares	1,467,196,574 shares
Common stock	1,341,196,574 shares	1,347,196,574 shares
Preferred stock	120,000,000 shares	120,000,000 shares
Capital amount	73,105,310,994 yen	223,105,310,994 yen

(3) Reason for Issuance of New Shares and Utilization of Raised Fund, etc

Reason for Issuance of New Shares	Kinki Osaka Bank intends to strengthen its capital by raising new capital through allotment of new shares to its existing shareholder.
Utilization of raised fund	To be utilized as operating fund.
Impact of the new issue on forecasted earnings	The new issue will not affect the consolidated earnings forecast of Resona HD.

2. Nara Bank

(1) Outline of the New Issue

1.	Number of shares to be issued	80,000 shares
2.	Form of Issue	Full amount allotted to its parent company Resona HD
3.	Issue price per share	50,000 yen
4.	Aggregate issue price	4,000,000,000 yen
5.	Amount to be capitalized (per share)	25,000 yen
6.	Date of allotment	October 26, 2003
7.	Date of payment	November 19, 2003
8.	Issue Date of New Shares	November 20, 2003

(2) The Number of Shares Issued and Capital Amounts Before and After the New Issue

	Before the new issue	After the new issue
Number of shares issued	3,007,700 shares	3,087,700 shares
Common stock	3,007,700 shares	3,087,700 shares
Preferred stock	---	---
Capital amount	3,862,274,500 yen	5,862,274,500 yen

(3) Reason for Issuance of New Shares and Utilization of Raised Fund, etc

Reason for Issuance of New Shares	Nara Bank intends to strengthen its capital by raising new capital through allotment of new shares to its existing shareholder.
Utilization of raised fund	To be utilized as operating fund.
Impact of the new issue on forecasted earnings	The new issue will not affect the consolidated earnings forecast of Resona HD.

[Reference]

Estimated capital adequacy ratios of Kinki Osaka Bank and Nara Bank after the capital increase

Kinki Osaka Bank (Consolidated capital adequacy ratio)	In the former half of 7% range
Nara Bank (Non-consolidated capital adequacy ratio)	Approximately 7%