

May 24, 2004
Resona Holdings, Inc.

Announcement Regarding Reduction of Capital Reserve

Resona Holdings, Inc. ("Resona HD") hereby announces that its board of directors' meeting held on May 24, 2004 has passed a resolution concerning a reduction of its capital reserve. The details are as follows:

1. Purpose of reduction of capital reserve

To make up for a part of the loss sustained in the fiscal year ended March 31, 2004.

2. The manner of reduction of capital reserve

As part of the loss disposal, capital reserve was reduced by ¥502,627,987,519 to make up for the loss sustained.

(yen)	amount
earned surplus (deficit)	-1,463,902,258,687
loss disposal	542,629,637,260
reduction of capital reserve	502,627,987,519
reduction of other captal surplus	40,001,649,741
loss carried forward	-921,272,621,427

The loss carried forward will be disposed of by a reduction of capital.

3. Schedule

- 1) Resolution by the board of directors' meeting: May 24, 2004 (Today)
- 2) Effective date of reduction of capital reserve: May 24, 2004 (Today)