

May 25, 2005
Resona Holdings, Inc.

Announcement Regarding Reverse Split of Stocks

Resona Holdings, Inc. ("Resona HD," President: Kenji Kawada) passed a corporate resolution today to submit an agenda to its fourth general meeting of shareholders to be held on June 28, 2005 which proposes reverse split of stocks and introduction of fractional share system.

I. Outline of the reverse split of stocks

(1) Purpose

- To reduce the excessive number of shares outstanding to an appropriate level
- To enhance conveniences of shareholders and investors by abandoning the current unit share system and making one share a unit of investment. (Minimum amount necessary to purchase one unit of shares remains the same before and after the reverse split.)

(2) Implementation of the reverse split of stocks

- For all common and preferred stocks, every 1000 share will be merged into one share.

II. Abolition of current unit share system and adoption of fractional share system

(1) Purpose

- Since Resona HD intends to abolish the current unit share system, it will introduce a new fractional share system.

(2) Outline of the new system

- Current unit share system (1,000 shares = 1 unit) will be abolished.
- Fractional share system (down to 1/1000 of one share) will be newly introduced.
All those shares totaling less than one share before the reverse split takes effect will be treated as fractional shares.

(Notes)

- In order to maintain effectively same rights to the common and preferred shareholders, necessary adjustments will be made such as to increase a thousand times the per share dividend amount and per share residual assets to be distributed to preferred shareholders, etc.
- Numbers of outstanding shares after the reverse split based on the outstanding numbers as of the end of March 2005 are as follows:

Type		Before reverse split	After reverse split
Unit shares	Common	11,350,550,000	11,350,550
	Class A preferred	5,970,000	5,970
	Class B preferred	680,000,000	680,000
	Class C preferred	120,000,000	120,000
	Class D preferred	146,000	146
	Class E preferred	240,000,000	240,000
	Class F preferred	80,000,000	80,000
	Class 1 Series 1	2,750,000,000	2,750,000
	Class 2 Series 1	2,817,807,000	2,817,807
Class 3 Series 1	2,750,000,000	2,750,000	
Fractional shares	Common	24,560,143	24,560.143
	Class 2 Series 1	861	0.861

(3) Schedule for the reverse split of stocks

Date	Schedule
May 25, 2005	Corporate resolution to submit related agenda to the general meeting of shareholders
June 28, 2005	General meeting of shareholders
June 29, 2005	Submission of share certificates starts Public announcements for submission of share certificates and abolition of the current unit share system
July 27, 2005	No trading period (until August 1, 2005)
August 1, 2005	Deadline for submission of share certificates
August 2, 2005	Reverse split and abolition of the current unit share system take effect
September 21, 2005	Delivery of new share certificates starts

- To those shareholders who submitted share certificates, Resona HD plans to send new share certificates from September 21, 2005. Without new share certificates, new shares cannot be traded. In order to avoid such inconveniences, please send your share certificates at early time or utilize the Custody & Book-Entry Transfer System. If you are utilizing the Custody & Book-Entry Transfer System, no proceedings are necessary.
- Please note that Resona HD's shares will not be traded during the period from July 27 2005 to August 1, 2005.
- In accordance with the aforementioned change, one unit for trades on the Tokyo Stock Exchange and the Osaka Securities Exchange will be changed from 1,000 shares to one share, effective from August 2, 2005.

(4) Others

The changes explained above are contingent on the approvals of the agenda for the reverse split of stocks and other related agendas which will be submitted to the general meeting of shareholders to be held on June 28, 2005.