

October 31, 2005
Resona Holdings, Inc.

Redemption of Preferred Securities Before Maturities

Resona Holdings, Inc. ("Resona HD," President: Kenji Kawada) decided to redeem the following extant preferred securities which were issued through private placements in 2002 and 2003 by overseas special purpose companies. Details were announced as follows:

1. Reason for the redemption

Resona Group has been implementing various reform measures since it received public fund capital injection. Successful implementation of such reform measures helped Resona Group restore confidence and enabled the Group to raise new funds from capital markets. Especially, with respect to repayment of public funds which is a management challenge of utmost importance, Resona Group has started repayments on a major scale by repaying the perpetual subordinated bonds worth ¥200 billion in September and October of 2005.

In addition, Resona Group decided to redeem the following extant preferred securities which it procured from private sources with a view to making a shift from private placements to financing in capital markets for procurements of regulatory capital.

2. Outline of the preferred securities to be redeemed (not public money)

Date of issue	Issuer		Issue amount (Billion yen)
2002.9.27	Resona Preferred Capital (Cayman) 1 Limited		67.9
2003.2.20 (Note)	Resona Preferred Securities (Cayman) 1 Limited		70.6
2003.3.28	Resona Preferred Capital (Cayman) 4 Limited	Series A	33.0
		Series B	20.2
	Resona Preferred Securities (Cayman) 4 Limited	Series A	32.6
		Series B	24.9
	Resona Preferred Finance (Cayman) Limited		15.0
	Total		264.2

(Note) Originally issued on March 26, 2002 and subsequently restructured on February 20, 2003

3. Redemption date

Redemption of the aforementioned preferred securities is planned in the middle of November 2005.