

Revision of Earnings Forecasts for the Interim Period Ended September 30, 2006

Resona Holdings, Inc. ("Resona HD") announces the following revisions of its earnings forecasts for the interim period ended September 30, 2006, which were announced on May 23, 2006.

Revision of the earnings forecasts (Resona HD, from April 1, 2006 to September 30, 2006)

| (Billions of yen) | Consolidated | | | Unconsolidated | | |
|---|-----------------|-----------------|--------------------|------------------|-----------------|--------------------|
| | Ordinary income | Ordinary profit | Net interim income | Operating income | Ordinary profit | Net interim income |
| Previous forecast (a) | 470.0 | 175.0 | 165.0 | 260.0 | 255.0 | 255.0 |
| Revised forecast (b) | 550.0 | 200.0 | 450.0 | 260.0 | 255.0 | 285.0 |
| Increase/(decrease) (b) – (a) | +80.0 | +25.0 | +285.0 | - | - | +30.0 |
| Rate of increase/ (decrease) ((b) – (a))/(a) | +17.0% | +14.2% | +172.7% | - | - | +11.7% |

[Reference] Revised earnings forecasts of subsidiary banks (Further details will be forthcoming when Resona HD announces its business results for the interim period)

| (Billions of yen) | Resona Bank | Saitama Resona Bank | Kinki Osaka Bank | Resona Trust & Banking | Four Banks Total (approximate) | Change from previous forecast |
|------------------------------------|--|---------------------|------------------|------------------------|--------------------------------|-------------------------------|
| | Gross operating profit | 224.0 | 71.5 | 33.0 | 14.0 | 343.0 |
| Operating expenses | 107.0 | 33.0 | 19.0 | 5.0 | 164.0 | (13.0) |
| Actual net operating profit | 117.0 | 38.5 | 14.0 | 9.0 | 179.0 | +6.0 |
| Credit-related expenses | 16.0 | 4.0 | (1.0) | | 19.0 | (1.0) |
| Ordinary profit | 143.0 | 32.0 | 13.5 | 9.0 | 198.0 | +26.5 |
| Interim income before income taxes | 154.0 | 34.5 | 15.0 | 9.0 | 213.0 | +43.0 |
| Net interim income | Resona Group applies consolidated tax return system from FY 2005 | | | | 420.0 | +255.0 |

*Actual net operating profit: Net operating profit before provision to general reserve for possible loan losses and expenses related to problem loan disposal in the trust account.

*Total credit-related expenses: Total of NPL disposal expenses in the trust account (an item to be deducted from gross operating profit), transfer to general reserve for possible loan losses, expenses for disposal of problem loans (non-recurring item) and gains from reversal of loan loss reserves (extraordinary item).

Reasons for the revisions

- Resona HD revises upward its consolidated and unconsolidated earnings forecasts for the first half of the fiscal year ending March 31, 2007, primarily due to reporting additional deferred tax assets (approximately ¥250 billion) on its balance sheet by reviewing the period for which corresponding taxable income is estimated.
- Resona HD decided to revise the taxable income estimation period to approximately 5 years based on the fact that it registered a positive amount of taxable income in the last fiscal year, and also on its confident expectation that it will continue to generate positive taxable income in accordance with the future earning projection.
- The deferred tax assets to be reported on the balance sheet this time will be reduced gradually over the next four to five-year period and as a result, the total DTA amount will likely be reduced to the level as of the end of March 2006, again.
- Resona HD also revises its unconsolidated earnings forecast upward since it similarly plans to report additional deferred tax assets in relation to the taxable income estimated at its subsidiary companies.
- With regard to the details of business results for the interim period and full-year earnings forecasts, Resona HD plans to present them on November 22, 2006 when it announces its business results for the interim period.

Forecasted numbers in the above tables are compiled based on the data available at the time of this announcement. Therefore, please be reminded of the possibility that the actual results may differ from the ones shown above due to various factors.