

October 27, 2006

Resona Holdings, Inc.

Partial Repayment of Perpetual Subordinated Loans Borrowed from the Resolution and Collection Corporation (RCC)

Resona Holdings, Inc. (President: Hiroyuki Mizuta) hereby announces that it reached an agreement with the competent authorities with respect to the partial repayment of the perpetual subordinated loans which it borrowed from the Resolution and Collection Corporation.

After the repayment of ¥20 billion, the remaining amount of public fund perpetual subordinated loans will be ¥80 billion. Resona HD will endeavor to repay the remaining amount at an earliest date. Details of the loans to be repaid are as follows:

Relevant law	Early Strengthening Law
Type	Perpetual subordinated loans
Original amount borrowed (Remaining balance after repayment)	¥100 billion (¥80 billion)
Original borrower	The former Asahi Bank
Interest rate	[From issuance to March 2009] 6 month ¥ Libor + 1.04% [Thereafter] 6 month ¥ Libor + 2.54%
Repayment price	¥20.32 billion yen for the principal amount of ¥20 billion yen (excluding interest accrued but not payable)
Scheduled date of repayment	November 2, 2006

(Note) Saitama Resona Bank, a fully owned subsidiary of Resona Holdings, will repay on the same date the corresponding perpetual subordinated loans (with the same terms as shown above) to Resona Holdings.