

Earnings Forecasts for the Interim Period Ended September 30, 2007

Resona Holdings announces the forecasts of the business results for the interim period ended September 30, 2007 which it estimated based on the data available as of the date of this announcement. Details are as follows:

1. Forecasts of the Business Results for the Interim Period (April 1, 2007 to September 30, 2007)

(Billions of Yen)	Consolidated Results			Non-consolidated Results		
	Ordinary Income	Ordinary Profit	Net Interim Income	Ordinary Income	Ordinary Profit	Net Interim Income
Previous Forecasts (1)	510.0	140.0	100.0	390.0	380.0	380.0
Revised Forecasts (2)	540.0	135.0	120.0	390.0	380.0	380.0
Change (2) – (1)	+30.0	(5.0)	+20.0	—	—	—
Rate of Change {(2)-(1)}/(1)	+5.8%	(3.5%)	+20.0%	—	—	—

[Reference] Forecasted Business Results of Subsidiary Banks for the Interim Period

(Further details will be announced on the financial results report.)

(Billions of Yen)						Group Banks	
	Resona	Saitama Resona	Kinki Osaka	Resona Trust & Banking	Total (Approximate)	Change from Previous Forecasts*2	
Gross Operating Profit	211.0	80.0	34.0	15.0	340.0	(20.0)	
Operating Expenses	116.0	36.0	22.0	6.0	180.0	+10.0	
Actual Net Operating Profit*1	95.0	44.0	12.0	9.0	160.0	(10.0)	
Net Gains on Stocks	(10.0)	—	—	—	(10.0)	(12.0)	
Credit Expenses, Net	2.0	5.0	5.0	—	12.0	+16.0	
Pre-tax Income	96.0	39.0	6.0	9.0	150.0	+10.0	
Net Interim Income	(Consolidated tax filing system applicable from FY2005.)					120.0	+15.0

1. Actual net operating profit: Net operating profit before transfer to general reserve for possible loan losses and expenses related to problem loan disposal in the trust account.
2. Plus signs indicate items pushing up net interim income while minus signs representing items pulling down net interim income.

2. Outline of the Forecasted Results for the Interim Period

- Consolidated net interim income forecast was revised upward so as to reflect a steady pace of fees and commission income at subsidiary banks. In addition, net credit expenses for the interim period were reduced by gains registered through reversals of loan loss reserves resulting from upward migrations of borrowers and collections of loan claims from such borrowers. These factors combined have led to a decision to revise the previous forecasts. However, the ordinary profit forecast was revised downward since the gains from recoveries of written-off claims are accounted for as extraordinary gains.
- With regard to the business results of the subsidiary banks, gross operating profit and other items for the interim period is estimated to be lower than the previous forecast. This decline is primarily attributable to a disposal of latent losses on the investment trust funds, which Resona Bank held and the majority of which were invested in

Japanese equity, with a view to restoring the soundness of the Bank's investment securities portfolio. Resona Bank sold these investment trust funds and eliminated the latent losses. (Please refer to "other" in the "available-for-sale securities" shown in the following table.)

- As was already announced on August 6, 2007, Resona Group banks have no direct exposures to the securities related to the U.S. sub-prime mortgage loans and have approximately ¥0.5 billion indirect exposures to such assets through investments in fund of funds.

[Reference: Marketable securities categorized as non-trading securities available for sale held by Resona Bank]

(Billions of Yen)

	September 30, 2007		March 31, 2007		Change	
	Amortized Cost	Unrealized Gain/(Loss)	Amortized Cost	Unrealized Gain/(Loss)	Amortized Cost	Unrealized Gain/(Loss)
Available-for-sale securities	3,755.3	247.7	4,267.1	305.0	(511.8)	(57.3)
Bonds	3,221.5	(24.3)	3,244.4	(26.4)	(22.9)	+2.0
Stocks	292.0	266.0	292.1	326.1	(0.1)	(60.0)
Other*	241.7	5.9	730.5	5.2	(488.7)	+0.6

(Note)

Revised forecasts reported herein are based on the data available as of the date on which this material is announced. Please be aware that actual results may differ from the forecasts due to various factors.