

Composition of Capital Disclosure (Non-Consolidated)

The Norinchukin Bank

As of March 31, 2015

(millions of yen, %)

Basel III Template No.	Items	As of March 31, 2015	Amounts excluded under transitional arrangements	As of March 31, 2014	Amounts excluded under transitional arrangements
<b>Common Equity Tier 1 Capital: instruments and reserves</b>					
1a+2-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	4,854,345		4,532,258	
1a	of which: capital and capital surplus	3,400,930		3,400,930	
2	of which: retained earnings	1,530,925		1,198,041	
26	of which: cash dividends to be paid	77,510		66,712	
	of which: other than the above	-		-	
3	Valuation and translation adjustments and other disclosed reserves	900,084	1,350,126	254,667	1,018,670
	Total of items included in Common Equity Tier 1 capital: instruments and reserves under phase-out arrangements	-		-	
6	Common Equity Tier 1 capital: instruments and reserves (A)	5,754,429		4,786,925	
<b>Common Equity Tier 1 capital: regulatory adjustments</b>					
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	5,619	8,428	3,456	13,824
8	of which: goodwill (net of related tax liability, including those equivalent)	-	-	-	-
9	of which: other intangible assets other than goodwill and mortgage servicing rights (net of related tax liability)	5,619	8,428	3,456	13,824
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	-	-
11	Deferred gains or losses on derivatives under hedge accounting	△ 14,913	△ 22,369	△ 3,826	△ 15,305
12	Shortfall of eligible provisions to expected losses	14,316	21,474	3,127	12,511
13	Securitisation gain on sale	-	-	-	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	-	-
15	Defined-benefit pension fund net assets (prepaid pension costs)	490	736	-	-
16	Investments in own shares (excluding those reported in the Net assets section)	-	-	-	-
17	Reciprocal cross-holdings in common equity	-	-	-	-
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share	-	-	-	-
19+20+21	Amount exceeding the 10% threshold on specified items	-	-	-	-
19	of which: significant investments in the common stock of financials	-	-	-	-
20	of which: mortgage servicing rights	-	-	-	-
21	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
22	Amount exceeding the 15% threshold on specified items	-	-	-	-
23	of which: significant investments in the common stock of financials	-	-	-	-
24	of which: mortgage servicing rights	-	-	-	-
25	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		-	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	5,513		2,757	
<b>Common Equity Tier 1 capital (CET1)</b>					
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	5,748,916		4,784,168	
<b>Additional Tier 1 capital: instruments</b>					
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	49,000	49,000	
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	-	-	
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-	-	
33+35		Eligible Tier 1 capital instruments under phase-out arrangements included in Additional Tier 1 capital: instruments	699	799	
		Total of items included in Additional Tier 1 capital: instruments under phase-out arrangements	14	△ 4	
		of which: amounts of counted in to base instruments of Additional Tier1 under phase-out arrangements that related valuation and translation adjustments	14	△ 4	
36		Additional Tier 1 capital: instruments (D)	49,714	49,795	
<b>Additional Tier 1 capital: regulatory adjustments</b>					
37		Investments in own Additional Tier 1 instruments	-	-	-
38		Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	-
39		Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-	-
40		Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	15,210	7,588	30,354
		Total of items included in Additional Tier 1 capital: regulatory adjustments under phase-out arrangements	10,737	6,255	
		of which: 50% of balance due to pay of eligible provisions	10,737	6,255	
42		Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-	-
43		Additional Tier 1 capital: regulatory adjustments (E)	25,948	13,844	

<b>Additional Tier 1 capital (AT1)</b>				
44	Additional Tier 1 capital (AT1) ((D)-(E)) (F)	23,765		35,950
45	Tier 1 capital (T1=CET1+AT1) ((C)+(F)) (G)	5,772,681		4,820,118
<b>Tier 2 capital: instruments and provisions</b>				
46	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	-		-
	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	1,387,791		1,387,791
	Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		-
47+49	Eligible Tier 2 capital instruments under phase-out arrangements included in Tier 2: instruments and provisions	148,216		148,216
50	Total of general allowance for credit losses and eligible provisions included in Tier 2	3		11
50a	of which: general reserve for possible loan losses	3		11
50b	of which: eligible provisions	-		-
	Total of items included in Tier 2 capital: instruments and provisions under phase-out arrangements	852,868		641,539
	of which: amounts of counted in to base instruments of Additional Tier1 under phase-out arrangements that related valuation and translation adjustments	852,868		641,539
51	Tier 2 capital: instruments and provisions (H)	2,388,878		2,177,557
<b>Tier 2 capital: regulatory adjustments</b>				
52	Investments in own Tier 2 instruments	-		-
53	Reciprocal cross-holdings in Tier 2 instruments	-		-
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-		-
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-		-
	Total of items included in Tier 2 capital: regulatory adjustments under phase-out arrangements	10,737		6,255
	of which: 50% of balance due to pay of eligible provisions	10,737		6,255
57	Tier 2 capital: regulatory adjustments (I)	10,737		6,255
<b>Tier 2 capital (T2)</b>				
58	Tier 2 capital (T2) ((H)-(I) )(J)	2,378,141		2,171,301
59	Total capital (TC=T1+T2) ((G) + (J)) (K)	8,150,823		6,991,420
<b>Risk weighted assets</b>				
	Total of items included in risk weighted assets under phase-out arrangements	45,028		67,670
	of which: intangibles assets other than mortgage servicing rights	8,428		13,824
	of which: significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	35,863		53,846
60	Risk weighted assets (L)	33,458,943		27,446,963
<b>Capital Ratio (non-consolidated)</b>				
61	Common Equity Tier 1 capital ratio (non-consolidated) ((C)/(L))	17.18%		17.43%
62	Tier 1 capital ratio (non-consolidated)((G)/(L))	17.25%		17.56%
63	Total capital ratio (non-consolidated)((K)/(L))	24.36%		25.47%
<b>Regulatory Adjustments</b>				
72	Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	551,761		542,300
73	Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	67,400		67,460
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-		-
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	-		-
<b>Provisions included in Tier 2 capital: instruments and provisions</b>				
76	Provisions (general reserve for possible loan losses)	3		11
77	Cap on inclusion of provisions (general reserve for possible loan losses)	55		80
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	-		-
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	177,921		148,553
<b>Capital instruments subject to phase-out arrangements</b>				
82	Current cap on Additional Tier 1 instruments under phase-out arrangements	699		799
83	Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	299		199
84	Current cap on Tier 2 instruments under phase-out arrangements	1,075,204		1,228,805
85	Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-		-