# Financial Summary for the 3rd Quarter of Fiscal Year 2014

**February 5, 2015** 

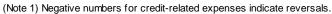
農林中央金庫
The Norinchukin Bank

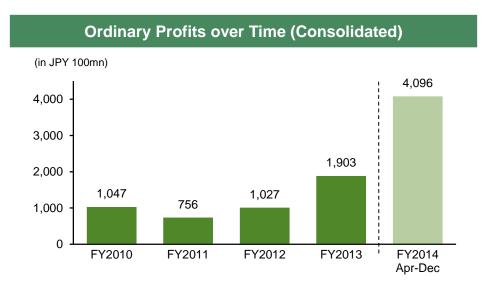
# **Income Statement Summary**

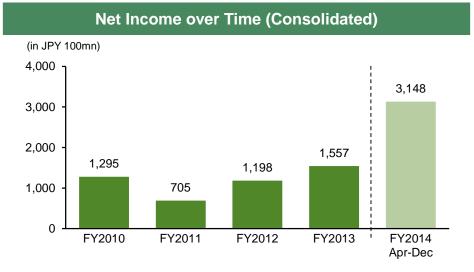
[Consolidated] (in J						
		Apr-Dec 2013	Apr-Dec 2014	Change		
1	Ordinary Profits	1,689	4,096	2,406		
2	Net Income	1,340	3,148	1,807		

[Non-consolidated] (in						
		Apr-Dec 2013	Apr-Dec 2014	Change		
3	Ordinary Income	8,390	10,388	1,997		
4	Interest Income	6,334	8,012	1,678		
5	Ordinary Expenses	6,793	6,329	(464)		
6	Interest Expenses	4,279	4,478	199		
7	General and Administrative Expenses	900	909	9		
8	Ordinary Profits	1,597	4,059	2,462		
9	Extraordinary Profits/Losses	(19)	(3)	15		
10	Income before Income Taxes	1,578	4,056	2,478		
11	Net Income	1,267	3,134	1,867		

	[Reference Information]			
12	Gains/Losses on Sale of Securities	(337)	2	340
13	Gains on Sale of Securities	544	388	(156)
14	Losses on Sale of Securities	882	385	(496)
15	Credit-related Expenses (Note 1)	61	(282)	(343)
16	Disposal of Securities	5	13	8







# **Balance Sheet Summary**

400,000

Mar 2011

[Co	[Consolidated]						
		Mar 2014	Dec 2014	Change			
1	Total Assets	831,436	953,206	121,769			
2	Total Liabilities	771,671	884,330	112,658			
3	Total Net Assets	59,765	68,876	9,110			

[Non-consolidated] (in J						
		Mar 2014	Dec 2014	Change		
4	Loans and Bills Discounted	172,950	201,124	28,173		
5	Securities	529,014	590,908	61,893		
6	Money Held in Trust	46,499	46,429	(70)		
7	Cash and Due from Banks	59,674	72,019	12,344		
8	Others	15,423	33,922	18,498		
9	Total Assets	823,562	944,403	120,840		
10	Deposits (Note 1)	526,819	568,155	41,336		
11	Debentures	40,375	36,909	(3,466)		
12	Payables under Repurchase Agreements	125,826	174,535	48,708		
13	Others	71,320	96,481	25,160		
14	Total Liabilities	764,343	876,082	111,739		
15	Total Net Assets	59,219	68,321	9,101		
16	Gains/Losses on Revaluation of Securities	17,920	28,106	10,185		

(Note 1) Deposits include deposits and entrusted funds (the majority are short-term funds received from members) for accounting purpose.

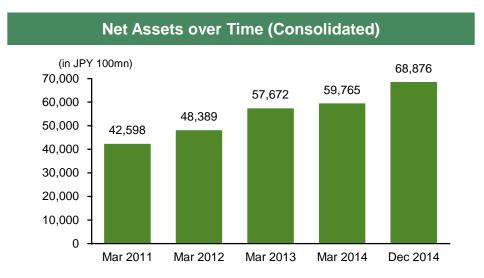
# Total Assets over Time (Consolidated) (in JPY 100mn) 1,000,000 900,000 800,000 600,000 600,000 500,000

Mar 2013

Mar 2014

Dec 2014

Mar 2012



## **Net Unrealized Gains and Losses on Securities (Non-consolidated)**

(	'n	JP'	Y 1	00	mn)

		Mar 2014	Sep 2014	Dec 2014	Change from Mar 2014
1	Stocks	1,951	2,550	3,634	1,683
2	Bonds	2,857	3,044	3,709	852
3	Japanese Government Bonds (Note 1)	2,856	3,043	3,709	852
4	Municipal Government Bonds	0	0	0	(0)
5	Corporate Bonds	0	0	0	(0)
6	Others	10,540	14,111	17,725	7,184
7	Foreign Bonds (Note 1)	3,093	5,493	7,894	4,800
8	Foreign Stocks	142	152	139	(2)
9	Investment Trusts	7,136	8,238	9,387	2,250
10	Others	168	227	304	136
11	Money Held in Trust	2,571	2,863	3,036	465
12	Total	17,920	22,569	28,106	10,185

## (Note 1) Include securities reclassified into held-to-maturity securities from other holding purpose classification

### **Net Unrealized Gains and Losses on Securities over Time** (in JPY 100mn) 30,000 28,106 25,000 22,569 21,997 20,000 17,920 17,409 15,000 10,000 5,042 5,000 Mar 2014 Jun 2014 Sep 2014 Dec 2014 Mar 2012 Mar 2013

# [Reference]

# Investments in Securitized Products (Non-consolidated, Preliminary Figures)

### 1 Investment in Securitized Products (Notes 1 and 2)

									(	
		AAA	AA	A	BBB	Below BBB	Total	Change from Mar 2014	Unrealized Gains /Losses	Change from Mar 2014
1	ABS	14,948	-	-	-	-	14,948	(62)	(7)	15
2	RMBS	26,329	200	112	105	56	26,805	416	19	31
3	Subprime RMBS	-	-	-	-	-	-	-	-	-
4	CMBS	689	-	-	-	-	689	(23)	(154)	(28)
5	CDO	13,012	3,355	454	369	297	17,489	5,768	(198)	16
6	CLO	12,771	2,887	454	369	-	16,483	5,722	(200)	15
7	Resecuritized Products (Note 3)	241	467	-	-	297	1,006	45	1	1
8	Subprime-related products	-	-	-	-	-	-	-	-	-
9	Others	-	-	-	-	41	41	(448)	-	-
0	Total	54,979	3,555	567	475	396	59,974	5,650	(341)	34

### **Exposures by Currency**

(JPY in 100mn)

		Exposures	Change from Mar 2014	Unrealized Gains /Losses	Change from Mar 2014
1	USD	36,186	3,416	(318)	2
2	EUR	14,757	(962)	(11)	35
3	GBP	3,629	2,552	-	-
4	AUD	1,546	1,546	-	-
5	JPY	3,854	(903)	(11)	(3)
6	Total	59,974	5,650	(341)	34

#### 2 Investment in Monoline Products (Note 4)

(JPY in 100mn)

	Exposures	Change from Mar 2014	Unrealized [ Gains /Losses	Change from Mar 2014
Monoline Wrapped Financial Instruments	199	(9)	(42)	3

#### 4 Ohters

The Bank has not originated, underwritten nor traded ABCP, SIV, or leveraged loans. The Bank does not own any products related to them in its trading account and is not involved in any unconsolidated off-balance sheet transactions.

The Bank does not have a balance on loans internally defined as those used mainly for LBOs.

### 3 Investment in Bonds Issued by US Housing-related GSEs (Note 5)

(JPY in 100mn)

(JPY in 100mn)

		Exposures	Change from Mar 2014	Unrealized Gains /Losses	Change from Mar 2014
1	Agency Mortgage Bonds	18,531	4	749	157
2	Agency Bonds	11,924	(4,059)	57	382
3	Total	30,455	(4,055)	807	540

<sup>(</sup>Note 1) Securitized products are defined internally based on the definition in the Basel capital standards. Does not include mortgage-backed securities related to US GSEs.

<sup>(</sup>Note 2) The amount of securitization exposure is the net exposure after write-off and revaluation. Had a positive impact on the income for FY2014 (JPY5.1bn).

<sup>(</sup>Note 3) Resecuritized products such as ABS-CDO and CDO of CDO's. Include resecuritized products (i.e. products containing at least one securitized product as an underlying asset) under the Basel capital standards totaling JPY292.1bn.

<sup>(</sup>Note 4) The Bank has exposure to securitized products (CDOs) including monoline-CDS, in addition to financial products guaranteed by monolines.

<sup>(</sup>Note 5) The Bank has JPY1,219.3bn of mortgage-backed security bonds issued and guaranteed by Ginnie Mae, a US government-owned corporation.

As of December 31, 2014, non-consolidated basis

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