



***Financial Summary
for the 1st Half of Fiscal Year 2015***

November 20, 2015

農林中央金庫

The Norinchukin Bank

Financial Highlights for the 1st Half of FY2015

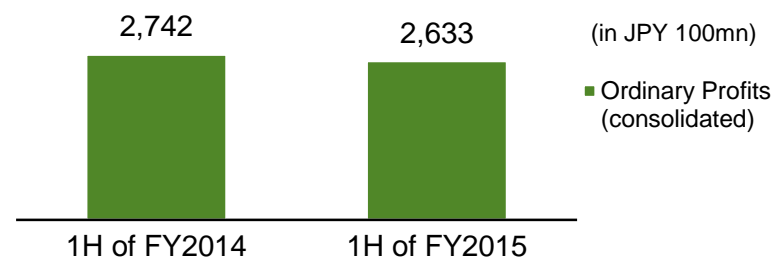
~ Maintained high level of profit through stable financial management, with capital adequacy ratios remaining at a high level ~

Profits

【Consolidated】 (in JPY 100mn)

	1H of FY2014	1H of FY2015	Change
Ordinary Profits	2,742	2,633	(108)
Net Income	2,126	2,152	26
【Non-consolidated】			
Ordinary Profits ^(Note)	2,747	2,603	(143)
Net Income	2,142	2,137	(4)

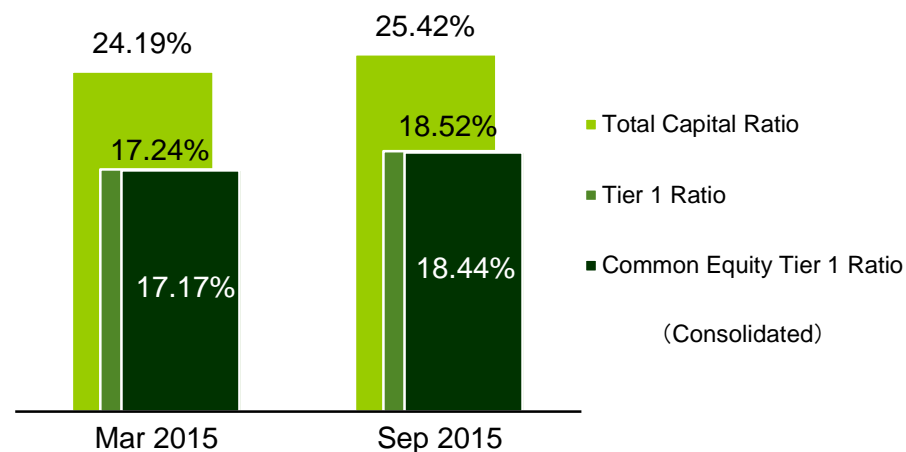
(Note) Ordinary profit target of JPY 100 billion is set in the Medium-Term Management Plan.



Capital Position (under Basel III)

【Consolidated】

	Mar 2015	Sep 2015 (Preliminary Figure)	Change
Common Equity Tier 1 Ratio	17.17%	18.44%	1.27%
Tier 1 Ratio	17.24%	18.52%	1.28%
Total Capital Ratio	24.19%	25.42%	1.23%
【Non-consolidated】			
Common Equity Tier1 Ratio	17.18%	18.46%	1.28%
Tier 1 Ratio	17.25%	18.55%	1.30%
Total Capital Ratio	24.36%	25.63%	1.27%



Income Statement Summary

【Consolidated】

(in JPY 100mn)

	1H of FY2014	1H of FY2015	Change
1 Ordinary Profits	2,742	2,633	(108)
2 Net Income	2,126	2,152	26

【Non-consolidated】

(in JPY 100mn)

	1H of FY2014	1H of FY2015	Change
3 Ordinary Income	6,941	6,984	43
4 Interest Income	5,299	5,881	581
5 Ordinary Expenses	4,194	4,380	186
6 Interest Expenses	2,898	3,382	484
7 General and Administrative Expenses	586	620	34
8 Ordinary Profits	2,747	2,603	(143)
9 Extraordinary Profits/Losses	(3)	(11)	(8)
10 Income before Income Taxes	2,743	2,592	(151)
11 Net Income	2,142	2,137	(4)

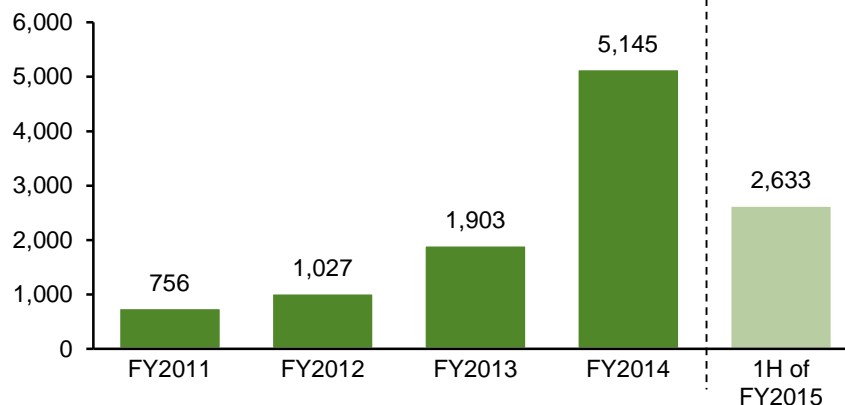
【Reference Information】

12 Gains/Losses on Sale of Securities	(101)	118	219
13 Gains on Sale of Securities	284	141	(142)
14 Losses on Sale of Securities	385	23	(362)
15 Credit-related Expenses ^(Note)	(170)	(19)	150
16 Disposal of Securities	0	0	(0)

(Note) Negative numbers for credit-related expenses indicate reversals

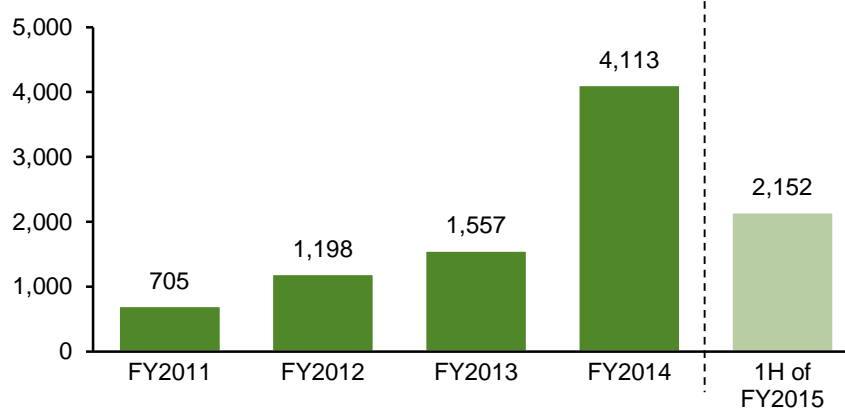
Ordinary Profits over Time (Consolidated)

(in JPY 100mn)



Net Income over Time (Consolidated)

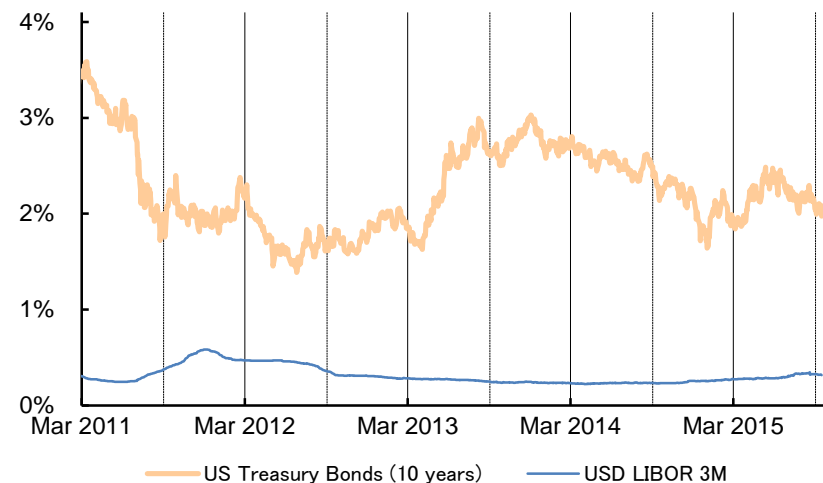
(in JPY 100mn)



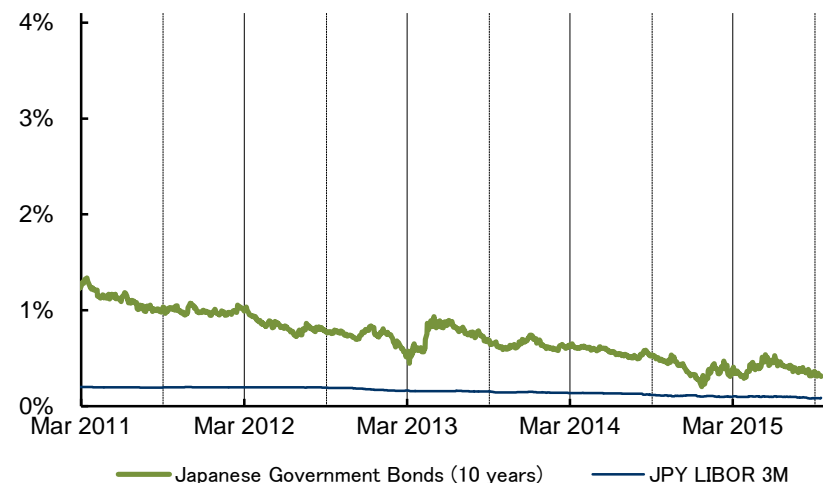
Earnings Yields (Non-consolidated)

	Average (in JPY trn)		Earnings (in JPY 100mn)		Yield	
	1H of FY2015	YOY Change	1H of FY2015	YOY Change	1H of FY2015	YOY Change
【Investment】						
1	Loans and Bills Discounted	19.4	1.7	306	(15)	0.31% (0.05%)
2	Securities	61.8	7.4	6,209	535	2.01% (0.07%)
3	Yen-denominated Securities	17.5	(0.4)	843	(224)	0.96% (0.22%)
4	Foreign Currency-denominated Securities	44.2	7.9	5,366	760	2.42% (0.10%)
5	Short-term Investment Assets	2.2	(1.0)	23	(11)	0.21% (0.01%)
【Funding】						
6	From Member Banks	52.2	3.2	1,673	92	0.64% (0.00%)
7	Debentures	3.4	(0.4)	72	(31)	0.41% (0.11%)
8	Funding from Markets	31.7	7.6	330	137	0.21% 0.05%
9	From the Yen Market	2.9	1.4	16	4	0.11% (0.04%)
10	From Foreign Currencies Markets	28.8	6.2	314	132	0.22% 0.06%

(Reference) US Dollar Interest Rates over Time



(Reference) Yen Interest Rates over Time



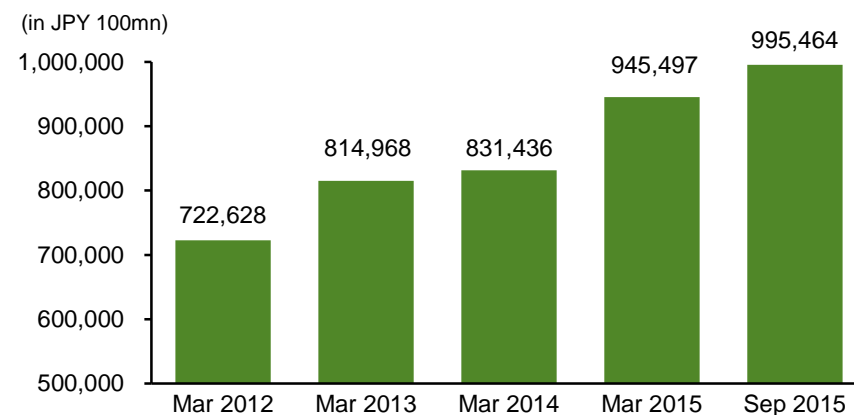
Balance Sheet Summary

【Consolidated】		(in JPY 100mn)		
		Mar 2015	Sep 2015	Change
1	Total Assets	945,497	995,464	49,967
2	Total Liabilities	872,415	925,461	53,045
3	Total Net Assets	73,081	70,003	(3,077)

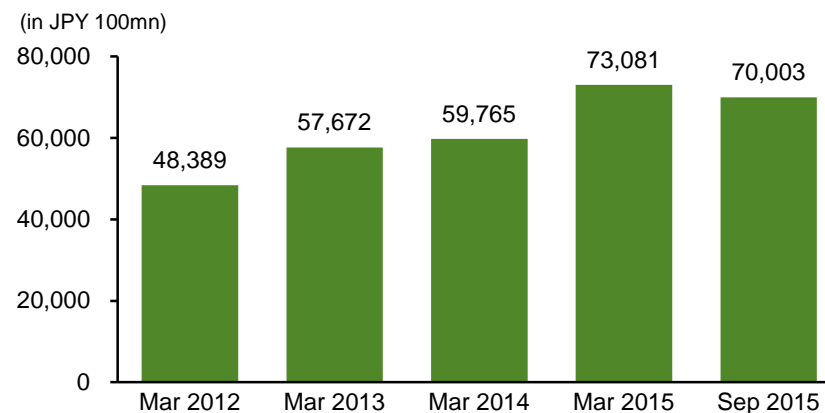
【Non-consolidated】		(in JPY 100mn)		
		Mar 2015	Sep 2015	Change
4	Loans and Bills Discounted	199,357	190,124	(9,233)
5	Securities	597,385	600,662	3,276
6	Money Held in Trust	45,060	40,321	(4,739)
7	Cash and Due from Banks	72,786	134,006	61,220
8	Others	21,595	20,387	(1,207)
9	Total Assets	936,184	985,501	49,316
10	Deposits ^(Note)	560,989	582,644	21,654
11	Debentures	35,643	33,744	(1,898)
12	Payables under Repurchase Agreements	177,076	207,232	30,156
13	Others	90,157	92,633	2,476
14	Total Liabilities	863,866	916,254	52,388
15	Total Net Assets	72,318	69,246	(3,071)
16	Gains/Losses on Revaluation of Securities	32,256	25,756	(6,500)

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

Total Assets over Time (Consolidated)



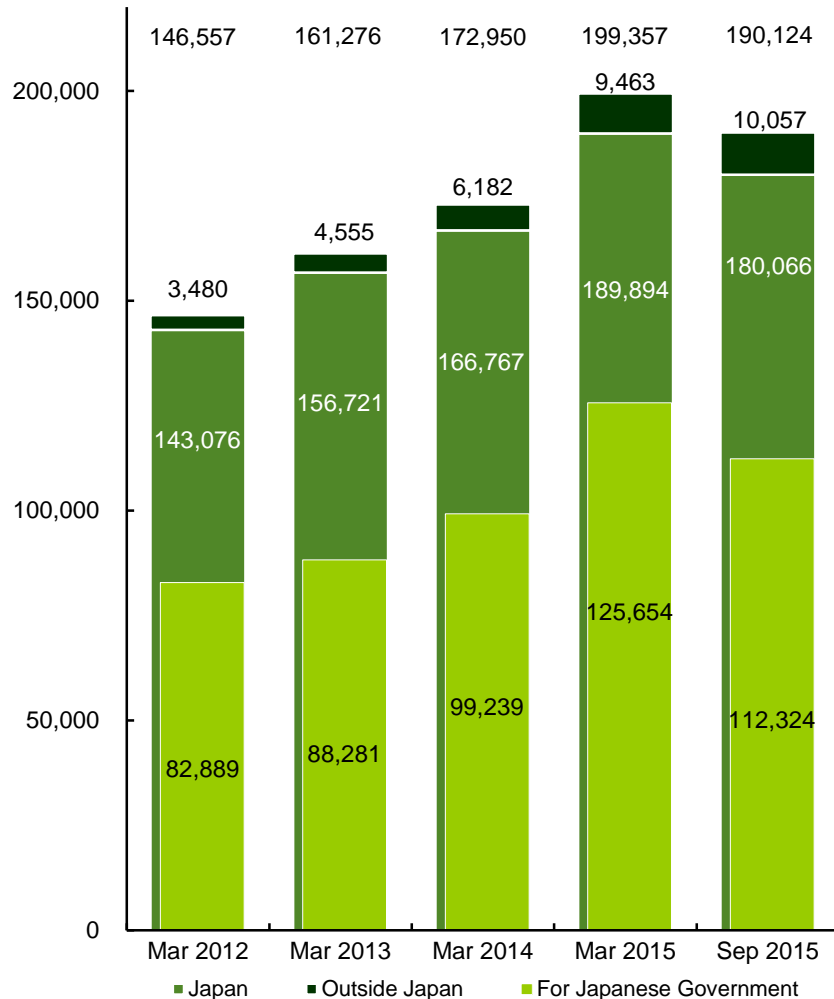
Net Assets over Time (Consolidated)



Loans and Bills Discounted (Non-consolidated)

Loans and Bills Discounted over Time

(in JPY 100mn)



Outstanding Loan Balance by Sector

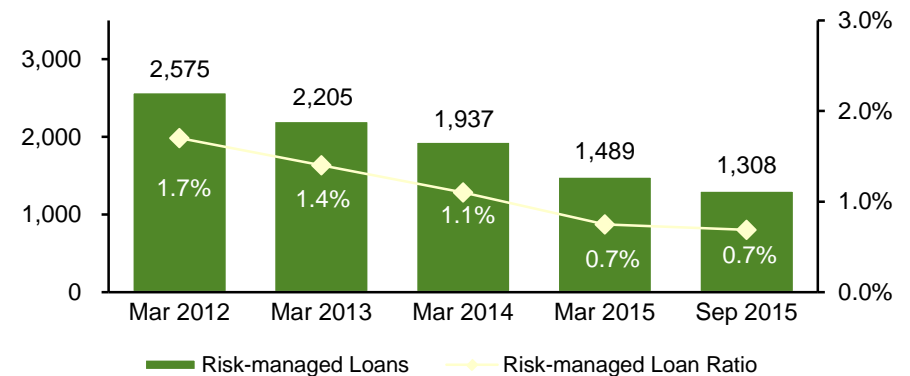
(in JPY 100mn)

	Balance Sep 2015	Change from Mar 2015	Ratio
1 Corporate Organizations	5,642	(103)	3%
2 Corporations	61,575	3,780	32%
3 Exc loans to IAAs (Note)	52,035	474	27%
4 Others	122,905	(12,910)	65%
5 Government	112,324	(13,330)	59%
6 Total	190,124	(9,233)	100%

(Note) Excluding loans to Independent Administrative Agencies, etc.

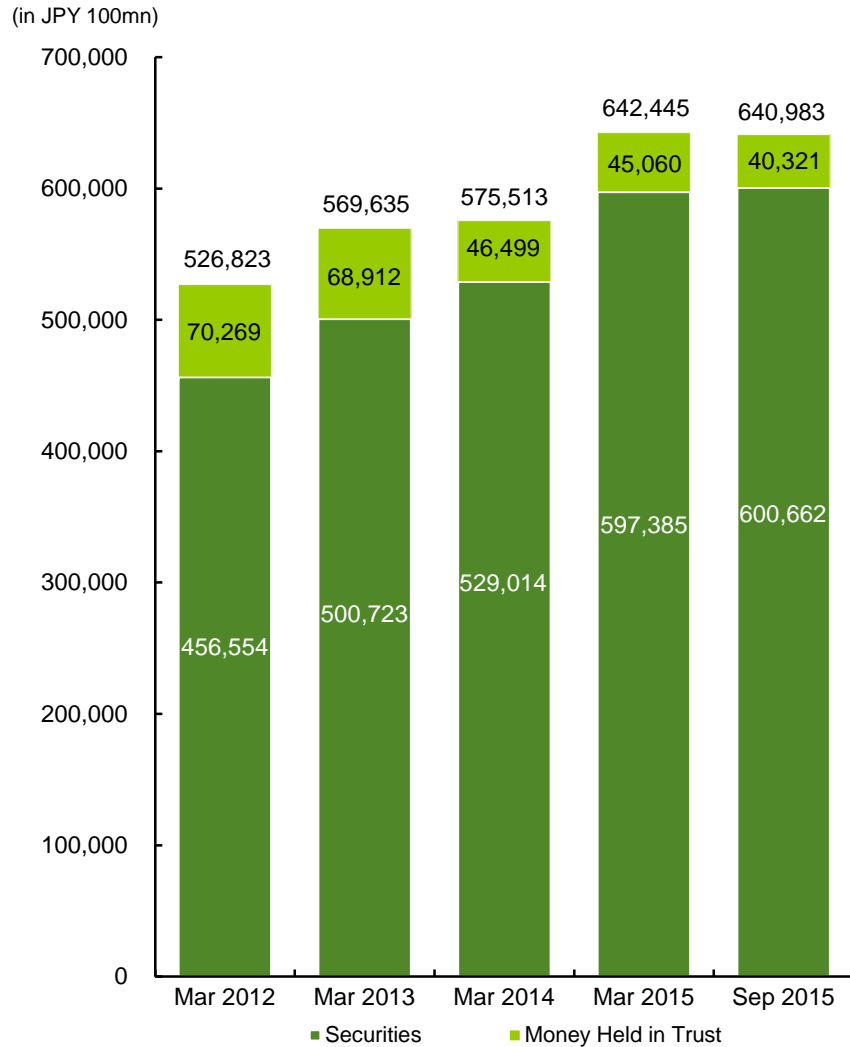
Risk-managed Loans over Time

(in JPY 100mn)



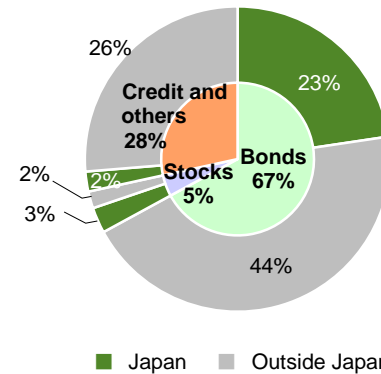
Market Investment Portfolio (Non-consolidated)

Security/Money Held in Trust over Time

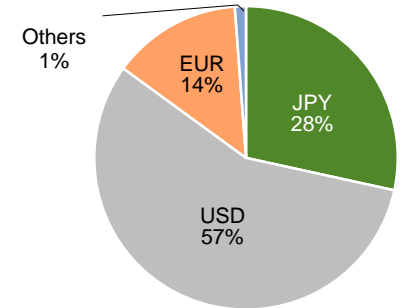


Market Investment Portfolio (Sep 2015)

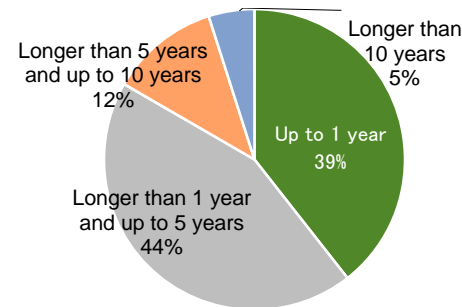
Market Investment Portfolio by Risk



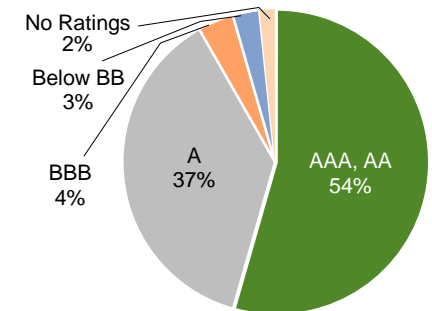
Market Investment Portfolio by Currency



Bond and Credit Portfolio by Rate Reset Maturity



Market Investment Portfolio by Rating



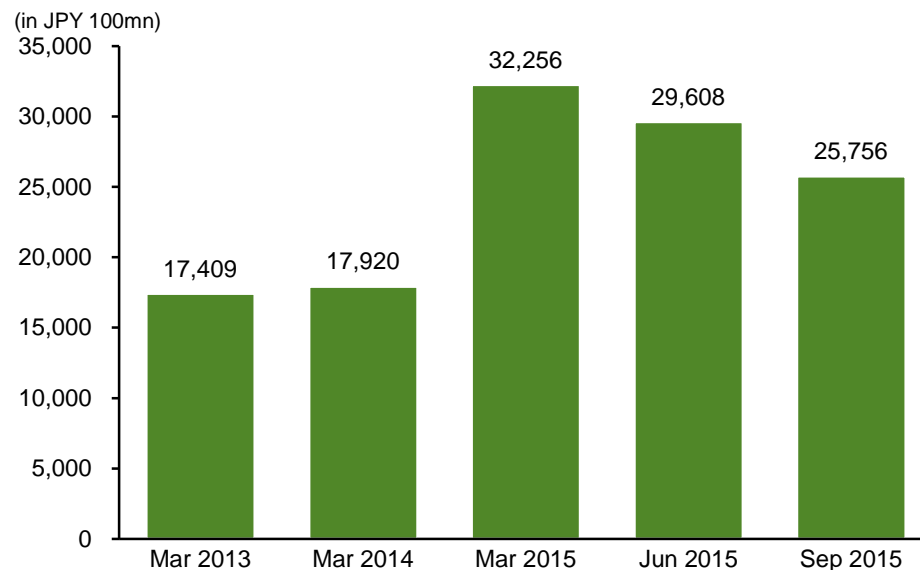
Net Unrealized Gains and Losses on Securities (Non-consolidated)

(in JPY 100mn)

	Mar 2015	Sep 2015	Change from Mar 2015
1 Stocks	4,042	3,899	(143)
2 Bonds	3,346	3,350	4
3 Japanese Government Bonds ^(Note)	3,345	3,350	4
4 Municipal Government Bonds	0	0	(0)
5 Corporate Bonds	0	0	0
6 Others	21,594	15,964	(5,630)
7 Foreign Bonds ^(Note)	9,829	8,590	(1,238)
8 Foreign Stocks	179	101	(78)
9 Investment Trusts	11,246	6,830	(4,416)
10 Others	339	442	103
11 Money Held in Trust	3,272	2,541	(731)
12 Total	32,256	25,756	(6,500)

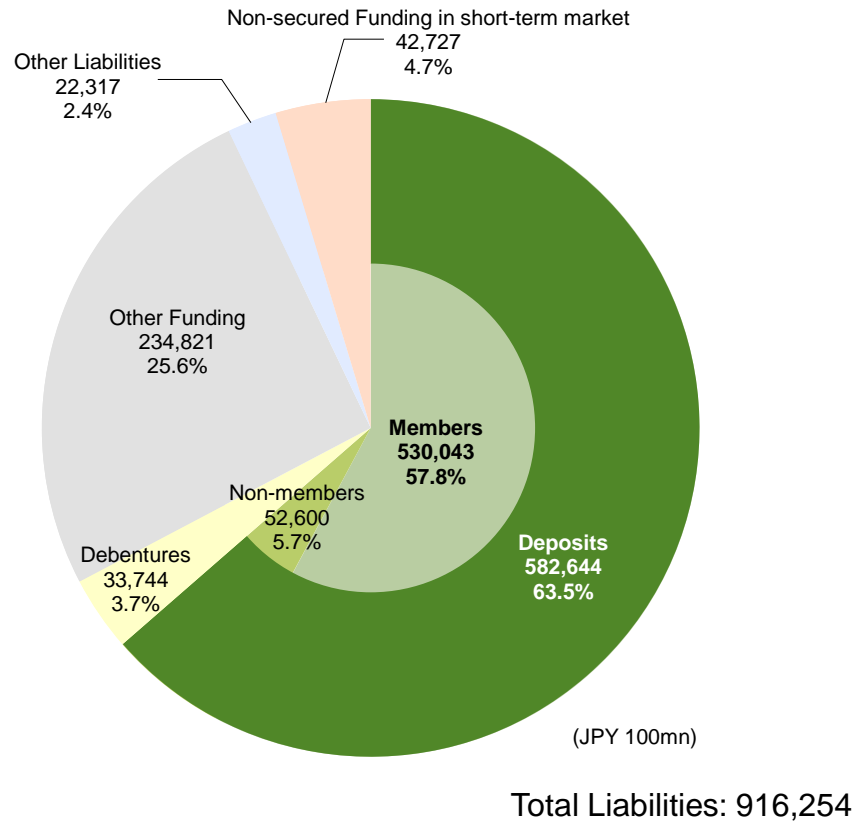
(Note) Include securities reclassified into held-to-maturity securities from other holding purpose classification

Net Unrealized Gains and Losses on Securities over Time



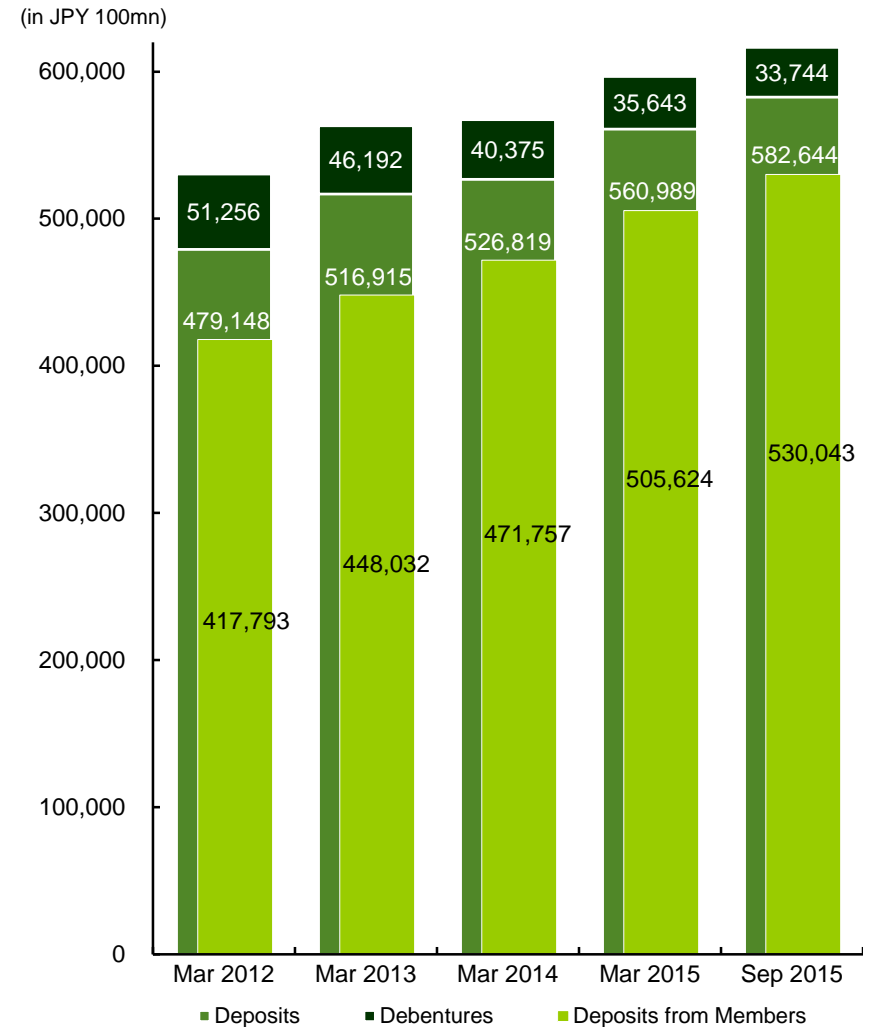
Funding (Non-consolidated)

Breakdown of Funding



(Note) Deposits include deposits and entrusted funds (the majority are short-term funds received from members) for accounting purpose. Other funding includes borrowed money (secured and subordinated loans) such as payables under repurchase agreements and payables under securities lending transactions. Other liabilities include acceptance & guarantees and reserves. Short-term unsecured funding from markets include trading liabilities, negotiable certificates of deposits, and unsecured call money.

Deposits and Debentures over Time



Capital Position

【Consolidated】

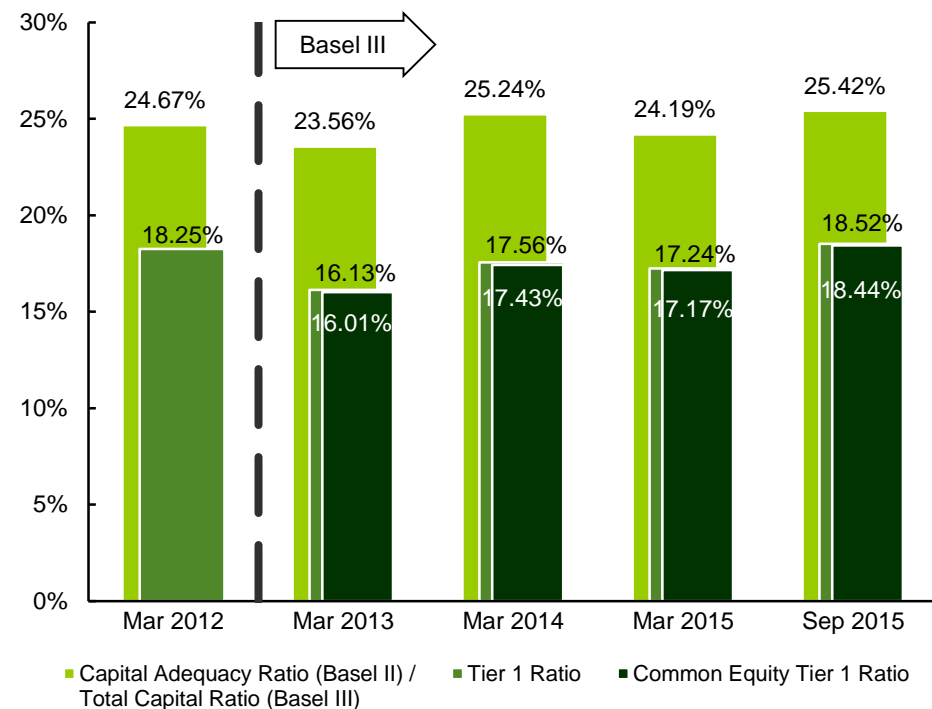
(in JPY 100mn)

	Mar 2015	Sep 2015 (Preliminary Figure)	Change
1 Tier 1 Capital	58,111	58,855	744
2 Common Equity Tier 1 Capital (CET1)	57,887	58,613	726
3 Total Capital	81,524	80,798	(726)
4 Risk-weighted Assets	337,009	317,763	(19,245)
5 Common Equity Tier 1 Ratio	17.17%	18.44%	1.27%
6 Tier 1 Ratio	17.24%	18.52%	1.28%
7 Total Capital Ratio	24.19%	25.42%	1.23%
8 CET 1 Ratio on Fully Loaded Basis (Note1)	21.13%	21.74%	0.61%

【Non-consolidated】

	Mar 2015	Sep 2015 (Preliminary Figure)	Change
9 Tier 1 Capital	57,726	58,457	730
10 Common Equity Tier 1 Capital (CET1)	57,489	58,198	709
11 Capital Stock and Capital Surplus	34,009	34,464	455
12 Earned Surplus	14,534	16,681	2,147
13 Unrealized Gains on Other Securities	9,352	7,472	(1,880)
14 Additional Tier 1 Capital	237	259	21
15 Tier 2 Capital	23,781	22,320	(1,460)
16 45% of Unrealized Gains on Other Securities	8,709	6,954	(1,755)
17 Subordinated Bonds and Loans	15,360	15,587	227
18 Total Capital	81,508	80,777	(730)
19 Risk-weighted Assets	334,589	315,129	(19,459)
20 Common Equity Tier 1 Ratio	17.18%	18.46%	1.28%
21 Tier 1 Ratio	17.25%	18.55%	1.30%
22 Total Capital Ratio	24.36%	25.63%	1.27%

Capital Ratio over Time (Consolidated)



Leverage Ratio (Consolidated)

	Mar 2015	Sep 2015
23 Leverage Ratio	6.08%	5.83%

Liquidity Coverage Ratio (Consolidated)

	1Q2015	2Q2015
24 Liquidity Coverage Ratio (Note2)	313%	328%

(Note1) Item 8: on a Basel III fully loaded basis

(Note2) Item 24: averages of the month-end LCRs in the quarters

Appendices

Medium-Term Management Plan (FY2013 - FY2015)

Future Vision for the 100th Anniversary (2023)

Leading Bank that Supports the Agriculture, Fishery and Forestry Industries, Food Production and Consumption, and the Daily Lives of Local Communities

[Four Future Visions]

1. The Bank that provides financial solutions for sustainable development of the agriculture, fishery and forestry industries and local communities
2. The Bank that develops network-based banking service that values ties and relationships
3. The Bank that demonstrates its presence in domestic and global financial markets to support the agriculture, fishery and forestry industries, food production and consumption and local communities
4. The Bank, as a team of professionals, that takes on challenges with no fear of change

Medium-Term Management Plan (FY2013 - FY2015) - Period that determines future visions -

Basic Concept I : Challenges in New Initiatives that Contribute to the Agriculture, Fishery and Forestry Industries, Food Production and Consumption, and the Daily Lives of Local Communities

1. Proactive efforts on new initiatives contributing to the development of the agriculture, fishery and forestry industries, food production and consumption, and revitalization of local communities
 - Support to leaders in the agriculture, fishery and forestry industries
 - Support for enhanced business management
 - Support for the revitalization of local communities
 - Reconstruction initiatives following the Great East Japan Earthquake

2. Planning and implementation of further initiatives for strengthening and expanding the cooperative banking business
 - Strengthening of services based on users' perspective
 - Prevention of misconduct and elimination of anti-social elements
 - Initiatives for developing cooperative banking-related human resources

Basic Concept II : Strengthening of Profitability and Organizational Strengths that Leads to Enhanced Competitiveness of the Bank and the Cooperative System

3. Strengthening of profitability through appropriate risk management
 - Flexible and strategic asset allocation
 - Pursuing new investment opportunities for increased profitability
 - Implementation of risk management that contributes to enhanced competitiveness

4. Building up of organizational strengths through strategic use and enhancement of management resources
 - Initiatives for cultivating human resources who will play a key role in the Bank and the cooperative system and for the improvement of business infrastructures
 - Stable return of profits based on adequate financial management
 - Strengthening of compliance and business management arrangements

Self-Reform of JA Bank

1. Self-Reform of JA Group

Announced by JA Zenchu (Central Union of Agricultural Cooperatives) on November 6, 2014.

Basic Goals

Increase in income of farmers

Increase in agricultural production volume

Local revitalization

JA Group, as locally rooted cooperatives on the axis of food and agriculture, will work on self-reform aiming for the basic goals above in order to meet various needs of farmers, support agricultural leaders and realize “sustainable agriculture” and “affluent and comfortable local communities” together with farmers and community residents.

2. Self-Reform of JA Bank

Self-reform as JA Bank in consideration of self-reform of JA Group

Reforms in Cooperation with other National-Level Federations

Further responses to contribute to increase in income of farmers and revitalization of local communities

Cooperation among
National-level federations

**Support Program for Increasing
Agricultural Income
and Revitalizing Local Communities**

Offering selectable support measures

Reforms as JA Bank

Arrangement of business environment so that JA can make best efforts in agricultural businesses

Provision of financial services that connect agriculture and local communities/users in order to contribute to local communities

1. Provision of agent model scheme
 - As one of JA's option
2. Streamlining of credit business operations
 - Sophistication of functions and management systems of JA's branches
 - Aggregation of clerical operations

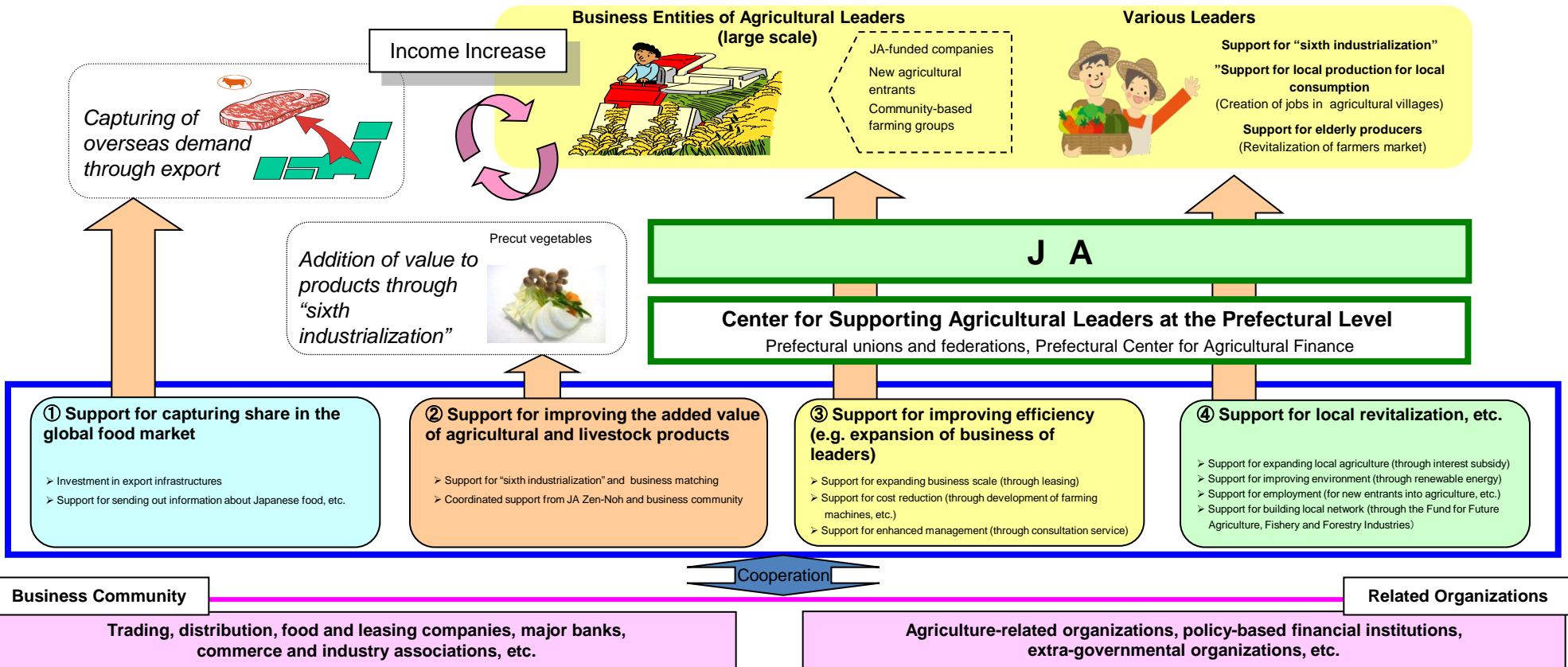
1. Development and sales of financial products that contribute to increase in consumption of domestic agricultural products
2. Provision of financial services that contribute to maintenance of community base of agricultural villages and areas
 - Deployment of mobile branches for JAs in underpopulated areas
 - Supports for agriculture and local activation events

Self-Reform of JA Bank

3. Establishment of the Support Program for Increasing Agricultural Income and Revitalizing Local Communities

Business Size of JPY 2 trillion and Project Cost of JPY 100 billion (FY2014 - FY2018)

National-level federations within JA Group will cooperate in providing comprehensive support to farmers for achieving increased income and sustainable agricultural management. Specifically, support will be provided for initiatives for export promotion, "sixth industrialization," value addition, initial investment cost reduction to alleviate burden on agricultural leaders, management support for agricultural leaders, development and securement of agricultural entrants.



Efforts to Increase Farmers' Income and Revitalize Local Communities (Support Programs for Increasing Agricultural Income and Revitalizing Local Communities)

(1) Support in Capturing Share in the Global Food Market

Efforts to Promote Exports

Provision of comprehensive support for exports of agriculture, fishery and forestry products with a service menu, which includes organization of export seminars and exhibition at overseas business conventions, tailored to the needs of farmers, fishermen and foresters.

Export Seminar

- An export seminar was held for farmers, fishermen and foresters interested in exporting (June 2015).
- The curriculum offered was designed to enable efficient acquisition of the knowledge necessary for export efforts, such as information on overseas market trends, practical aspects of the export business, and business negotiation know-how.



Seminar on Export of Food Products to Asia
(June 2015)

Publication of an export-related periodical

- Promotional publication "Yushutu no Ibuki" was started to encourage the efforts of farmers, fishermen, and foresters to export.
- The inaugural issue featured the Hong Kong market and delivered accounts "live from the field", mainly through articles on interviews with exporters, local logistics companies, distributors, etc.



"Yushutu no Ibuki
(Hong Kong)"
(August 2015)

Exhibition at an Overseas Business Convention

- Products were exhibited at the Hong Kong Food Expo in order to provide farmers, fishermen and foresters with opportunities to expand their overseas sales channels. (August 2015)
- Through exhibition in collaboration with JETRO, it was shown that the effort is a national-level undertaking. Farmers, fishermen and foresters were supported through provision of exhibition booths and assistance with business negotiations.



Hong Kong Food Expo
(August 2015)

Support for Sending Out Information About Food

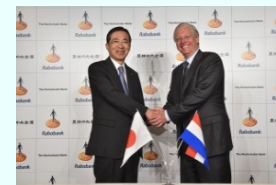
- A hands-on cooking class for children was offered using foodstuffs produced in Japan at the Hong Kong Food Expo (August 2015) in collaboration with a company that operates cooking schools.
- As a member of the JA Group, the Bank participated as a main sponsor of the Japan Pavilion at the Expo Milano and promoted the Japanese food culture and foodstuffs through various events.



At the Hong Kong Food Expo
Kids' cooking class
(August 2015)

Strategic Partnership with an External Organization

- A memorandum of understanding on strategic partnership was concluded with Rabobank, a Dutch cooperative financial institution, mainly with respect to finance for food and agribusiness. (May 2015)
- The Bank will be performing its roles and functions as a leading bank supporting food and agribusiness more fully through the partnership.



Efforts to Increase Farmers' Income and Revitalize Local Communities (Support Programs for Increasing Agricultural Income and Revitalizing Local Communities)

(2) Support for Enhancing the Added Value of Agricultural and Livestock Products

Initiatives for “Sixth Industrialization”

Out of 71 projects funded by 53 sixth industrialization sub-funds nationwide, 10 projects received investments from the Agriculture, Fishery and Forestry Industries Cooperatives Sixth Industrialization Fund, the largest number to date (as of October 14, 2015)

Investment Project in Fukushima Prefecture - Investment Made (June 2015)

- An investment in a business enterprise jointly invested by a corporation that produces and sells vegetable seedlings and JA Zen-Noh. In addition, the Bank has offered Tohoku Agriculture, Fishery and Forestry Industries Support Loan as part of Reconstruction Support Program.
- Closed facilities and large-size plastic greenhouses have been constructed in order to produce vegetable seedlings that have resistance to replant failures and agricultural pests by giving vaccines and grafting techniques.
- It seeks to contribute to enhance productivity and increase incomes of vegetable farmers. In addition, it aims to reconstruct and support disaster-affected areas and revitalize local communities through job creation of about 100 in the prefecture.



Product image (vegetable seedling)



Large-size plastic greenhouses for raising seedling

Investment Project in Kagoshima Prefecture - Decision Made to Invest (October 2015)

- An investment in a business enterprise jointly invested by the Azuma-cho Fishery Cooperative that boasts the largest volume of cultured yellowtail shipment in Japan and a partner company. This is the Fund's first investment project involving a fishery business enterprise.
- Efforts will be made to revitalize the local community through such means as the expansion of markets for the local marine products and the generation of employment through the sale of fried yellowtail and other processed products in collaboration with the partner company, which has extensive sales channels both inside and outside of Japan, as well as investments for the renovation of the directly operated restaurant in order to enhance its competitiveness.



Product image (fried yellowtail)



A menu item from the directly operated restaurant

Efforts for Enhancement of Sales Capabilities through Organizing Business Conferences, Business Matching Sessions, etc.

- Support is provided to farmers, fishermen and foresters for market expansion and network building by organizing block-based business conferences as well as by offering business matching service on an individual basis.
- In connection with endeavors to expand sales channels through business conferences, support is provided in terms of promoting understanding on the distribution and retail industries, familiarization with the preparation of FCP sheets, and acquisition of business negotiation know-how, etc. through seminars for enhancement of business negotiation skills.



Kyushu & Okinawa District Business Conference (June 2015)



Business negotiation skill enhancement seminar in the Kinki District (July 2015)

Efforts to Increase Farmers' Income and Revitalize Local Communities (Support Programs for Increasing Agricultural Income and Revitalizing Local Communities)

(3) Support for efficiency improvement (e.g. expansion of business of leaders)

Support for expansion of business and efficiency improvement

Solicitation of applications for "Agricultural Equipment Lease Support Program (Agri-Seed Lease)"

- In order to support the expansion of business scale and reduction of production costs by leaders, the Bank conducted the first solicitation of applications for the "Agricultural Equipment Lease Support Program (Agri-Seed Lease)" intended to subsidize a part of the lease expenses related to agricultural equipment and the like (July 2015).



Agricultural equipment (image)



Agricultural equipment (image)



Solicitation leaflet for Agri-Seed Lease applications

Reinforcement of business consultation functions for business entities of agricultural leaders (September 2015)

- Business consultation (tax affairs, labor issues, incorporation, etc.) counters were established nationwide in order to support the further advancement of the business management capabilities of farm operators by resolving the business management issues that agricultural leaders face.
- Speakers with relevant expertise are sent to business seminars and individual consultation sessions held by the JA Group members of various prefectures.



Informational brochure on consultation counters nationwide

Fund Supply for Leaders' Needs

Provision of funds and loans to leaders ~ Investment of funds and loans to agricultural corporations ~

- Funding was provided to agricultural corporations expected to be next-generation leaders through investment funds ("Agri-Seed Fund", "Support Fund for Business Entities of Agricultural Leaders") and the loan program ("Agri-Seed Loan").

Product	No. of Track Record	Amount
Agri-Seed Fund	164	JPY 1,285 million
Support Fund for Business Entities of Agricultural Leaders	11	JPY 267 million
Agri-Seed Loan	74	(JPY 1,088 million)

(Cumulative total as of September 30, 2015)



Borrower farm

Support for Developing Farm Operators

Efforts for developing young and next-generation farm operators

- Activities of Agri Future Japan have been supported as part of efforts to develop next-generation farm operators. Operations of Japan Institute of Agricultural Management and seminars targeted at young farmers have been supported.
- Nineteen students of the inaugural class graduated and began farming. Fifteen students are enrolled in the second class and seventeen students in the third class.



Entrance ceremony of the third class of the institute

Efforts to Increase Farmers' Income and Revitalize Local Communities (Support Programs for Increasing Agriculture Income and Revitalizing Local Communities)

(4) Support for Local Revitalization, etc.

Promotion of Renewable Energy Use

Establishment of the Investment Limited Partnership for Renewable Energy in Agriculture, Forestry and Fisheries (April 2014)

- The Investment Limited Partnership for Renewable Energy in Agriculture, Forestry and Fisheries was jointly established by the Bank and JA Zenkyoren to support launching renewable energy projects that contribute to local revitalization.
- Among renewable energy projects operated by parties related to agricultural, mountain and fishery villages, the Fund targets at those that will contribute to local revitalization and are expected to conduct business in a stable manner. As of September 30, 2015, decision has been made to invest in two projects.

<Investment Project in Ishikawa Prefecture>
"A business that combines resuming agricultural operation in abandoned farmland and operation of solar power generation" (Commencement of business in FY2016). Groundbreaking ceremony held in May.



Project in Ishikawa Prefecture (Solar panels)

Support for Agricultural Entrants

Expansion of subsidy programs for agricultural entrants (September 2015)

- A new program was established to subsidize the agricultural expenses of independent agricultural entrants, who are expected to be the core leaders of Japanese agriculture in the future.
- The amount of subsidies for farmers accepting agricultural entrants as trainees was increased.
- Advance applications are being accepted starting from the second half of this fiscal year for both programs.



Ad on the agricultural entrant support program

Fund for Future Agriculture, Fishery and Forestry Industries

- Provision of support for "Projects of the agriculture, fishery and forestry industries for the future" by the Fund for Future Agriculture, Fishery and Forestry Industries.
- In fiscal 2014, the fund selected six projects from the local agriculture, fishery and forestry industries that take on a challenge for imaginative activities.



Newspaper ads introducing projects that were subsidized in FY2014

- Likewise in FY2015, applications for subsidization of projects were solicited for the purpose of supporting various efforts to revitalize local communities based on agriculture, fishery and forestry.



Advertisement soliciting projects for FY2015

Group-Wide Initiatives for the Revitalization of Local Communities

- Provision of subsidies to food and farming education activities and publication and donation of textbooks
- Introduction of activities in fishing communities through video postings on YouTube and revitalization of events in fishing communities through the dispatch of "support teams"
- Donation of wooden products made of local lumber



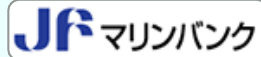
11.1 million food and farming education textbooks donated to date



Tree cultivation class

JF Marine Bank and JForest Group Initiatives

JF Marine Bank



Aiming for Revival of Japan as a Leader in Fishery
~ Challenge of Strengthening the Infrastructure and Ensuring Business Results ~

Enhancement of financial functions for the fishery industry

Subsidization of interests on funds for building fishing boats, etc.

Enhancement of the financial consultation services for the fishery industry



Promotion of the Use of JF Marine Bank as the Main Bank

Nationwide campaign

Support for activities of the JF Women's Group and Youth Group



Nationwide campaign poster

Development of Human Resources

Organization of training for general managers of JF branches that conduct banking business



Training session for general managers

JForest Group



Movement to Expand the Use of Domestic Lumber and Revitalize Forestland and the Forestry Industry

Support for Initiatives through Funds

Nochu Potential Forest Productivity Fund

Conference held for presentations on projects supported by the Forest Rejuvenation Fund



Forestry operation

Expansion of Domestic Lumber Use and Consolidation of Management

Provision of low-interest loans to distribution and sales businesses



Forestry cooperative (borrower) at work

Subsidization of the cost of purchasing safety equipment for forestry



Safety equipment

Development of human resources

Organization of seminars for the top executives of forestry cooperatives

Reconstruction Initiatives following the Great East Japan Earthquake

Reconstruction Support Program (Financial Support Program, Business & Management Support Program)

Reconstruction Support for Farmers, Fishermen, Foresters and Local Communities

Financial Support

- Provision of long-term low-interest reconstruction loans, capital injection, interest subsidies for disaster funds extended by JA Bank and JF Marine Bank, and lease subsidies to those who acquire machinery on a continuing basis
- Provision of necessary funds as reconstruction loans and funds to a new business corporation jointly established by four local companies in Onagawa-cho, Miyagi Prefecture, to process and sell sauries and other foreshore catches.
- Provision of necessary funds as reconstruction loans to corporations in coastal areas of Fukushima Prefecture engaged in the production and distribution of tomatoes produced at the new plant factories jointly established by local farming corporations and a business corporation in Tokyo.



Fishery processing plant



Conceptual drawing of the cultivation field of the plant factory

Non-Financial Support

- Provision of materials for resumption of agricultural operations (fertilizers, soil conditioners and herbicides)
- Provision of subsidies to the events to recover sales of local agriculture, fishery and forestry products (business conferences and branding activities)
- Donation of wooden products made of local lumber



Agricultural equipment presentation ceremony

Reconstruction Support to Members and Customers

<Business Recovery and Reconstruction for Members>

- Dispatch of employees to JA and JF affected by the disaster on a continuing basis, and provision of guidance and advice
- Support for the business recovery of disaster-stricken JA and JF based on a plan to help strengthen the cooperative banking business, and for initiatives to rebuild local communities

<Provision of Financial Services to Affected Customers>

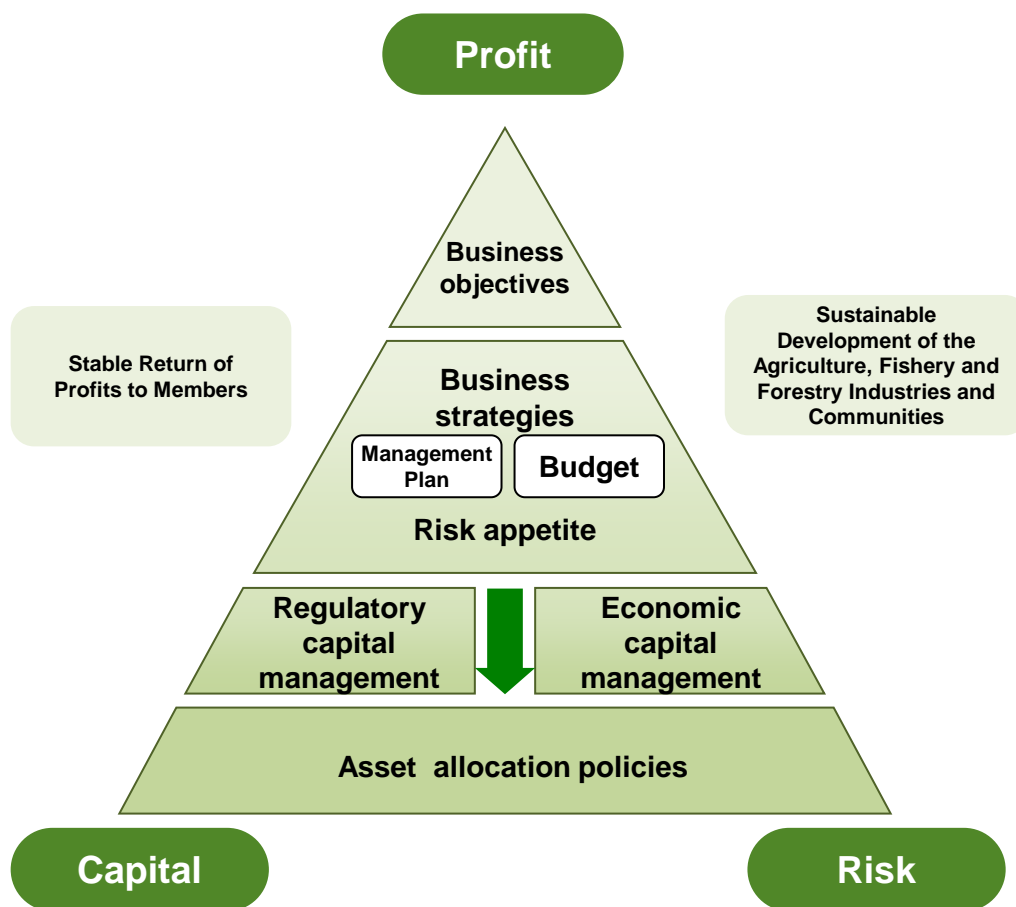
- Support to disaster-affected customers to restore their lives through the provision of the Reconstruction Support Loan by JA and JF, interest subsidies, etc.
- Support to disaster-affected customers coping with "double loan problems" and response to the project to promote collective relocation for disaster prevention

Product	Number of Track Record	Amount
Tohoku Agricultural, Forestry, and Fisheries Industries Support Loan (Reconstruction Loan)	98 loans	JPY 34.4 BN
Tohoku Agricultural, Forestry, and Fisheries Industries Support Fund (Reconstruction Fund)	32 investments	JPY 0.6 BN
Lease subsidies	885 subsidies	JPY 3.7 BN
Interest subsidies for disaster funds extended by JA Bank and JF Marine Bank	3,957 subsidies	JPY 16.2 BN

(Cumulative total as of September 30, 2015)

Internal Capital Adequacy Assessment

The Bank conducts Internal Capital Adequacy Assessment Process (ICAAP) to manage its capital resources so that profits, capital and risk are managed in a consistent and efficient manner.



ICAAP

- A process for demonstrating the appropriate management of risks that a company is facing so that it can achieve its business objectives, and for the appropriate maintenance and control of a sufficient level of internal capital to cover these risks

Risk Appetite

- In implementing the Bank's strategies, risk appetite reflects specific views on risk-taking, and defines what types of risk and magnitude of risk the Bank is willing to accept.
- To return profits in a stable manner to its members, the Bank seeks to take on risk through globally diversified investment by maintaining sufficient capital.
- The Bank's portfolio management strategy (asset allocation policy) for executing globally diversified investments is viewed as the manifestation of risk appetite

Business Operations Consistent with the Risk Appetite

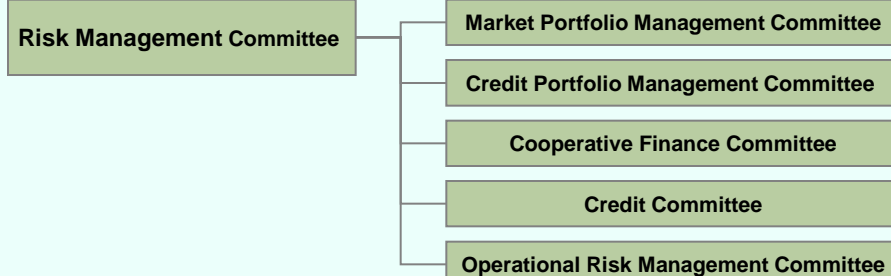
- The Bank develops its budgets and management plans that are consistent with its risk appetite, and performs financial and business management in a fine balance with risks and its capital position.
- To maintain a sufficient level of capital, the Bank performs stress tests on a regular basis and manages its capital adequacy by monitoring checkpoints

Risk Management System

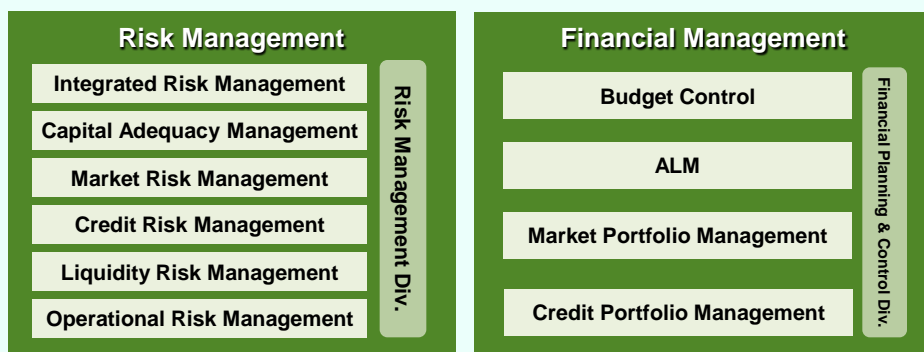
The Bank has employed an “integrated risk management” system with a central focus on economic capital management.

Board of Directors

Management Committees



Risk Management



1. Board of Directors

- The Board of Directors sets business objectives in the form of medium-term management plans, risk appetite, management plans and budgets based on them. It also determines a risk management framework for their implementation.
- Based on feedbacks from internal and external audits, the board keeps track of the risk management regimes.

2. Management Committees

- The Risk Management Committee discusses and determines important issues associated with the management of economic and regulatory capital and the handling of respective risks.
- Based on the determination, each relevant committee, such as the Market Portfolio Management Committee and Credit Portfolio Management Committee, sets concrete portfolio management policies.

3. Risk Management

- As part of its integrated risk management efforts, the Bank has established individual units to watch over market risk, credit risk, liquidity risk and operational risk as well as a unit to supervise such units. Their roles and responsibilities have been clearly defined.
- Through its integrated risk management efforts, the Bank, under its risk management framework, has established its financial management practices flexible enough to ensure that it maintains sound and profitable business performance and, at the same time, to strike an optimal balance among risk, profit, and capital in volatile markets and in constantly changing economic and financial environments.

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

1 Investment in Securitized Products (Notes 1, 2 and 3)

						(JPY in 100mn)				
						Total	Change from Mar 2015	Unrealized Gains /Losses	Change from Mar 2015	
						AAA	AA	A	BBB	Below BBB
1	ABS	9,172	-	-	-	9,172	▲3,598	▲22	▲29	
2	RMBS	20,458	295	107	100	21,011	▲1,881	13	4	
3	CMBS	692	-	-	-	692	3	▲147	4	
4	CDO	16,599	864	547	-	18,011	36	▲119	53	
5	CLO	16,599	864	547	-	18,011	1,057	▲119	55	
6	Resecuritized Products (Note 4)	-	-	-	-	0	▲1,021	-	▲1	
7	Others	-	-	-	-	19	▲21	-	-	
8	Total	46,922	1,159	654	100	48,907	▲5,460	▲275	32	

Exposures by Currency

		(JPY in 100mn)			
		Exposures	Change from Mar 2015	Unrealized Gains /Losses	Change from Mar 2015
1	USD	30,572	▲2,732	▲262	22
2	EUR	11,735	▲910	9	12
3	GBP	2,260	▲704	-	-
4	AUD	1,921	296	-	-
5	JPY	2,416	▲1,409	▲21	▲1
6	Total	48,907	▲5,460	▲275	32

2 Investment in Monoline Products (Note 5)

		(JPY in 100mn)			
		Exposures	Change from Mar 2015	Unrealized Gains /Losses	Change from Mar 2015
1	Monoline Wrapped Financial Instruments	160	▲23	▲32	5

4 Others

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 of those products. 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 6)

		(JPY in 100mn)			
		Exposures	Change from Mar 2015	Unrealized Gains /Losses	Change from Mar 2015
1	Agency Mortgage Bonds	15,329	▲2,219	614	▲185
2	Agency Bonds	16,574	2,857	63	▲25
3	Total	31,904	637	678	▲211

(Note 1) Securitized products are internally defined based on the definition under the Basel capital framework. Does not include mortgage-backed securities related to US government sponsored entities.

(Note 2) The amount of securitization exposure is the net exposure after write-off and revaluation. Had a positive impact on the income for FY2015 (JPY 0.6bn).

(Note 3) The Bank does not have any exposure to sub-prime related RMBS or CDO in its investments in securitized products.

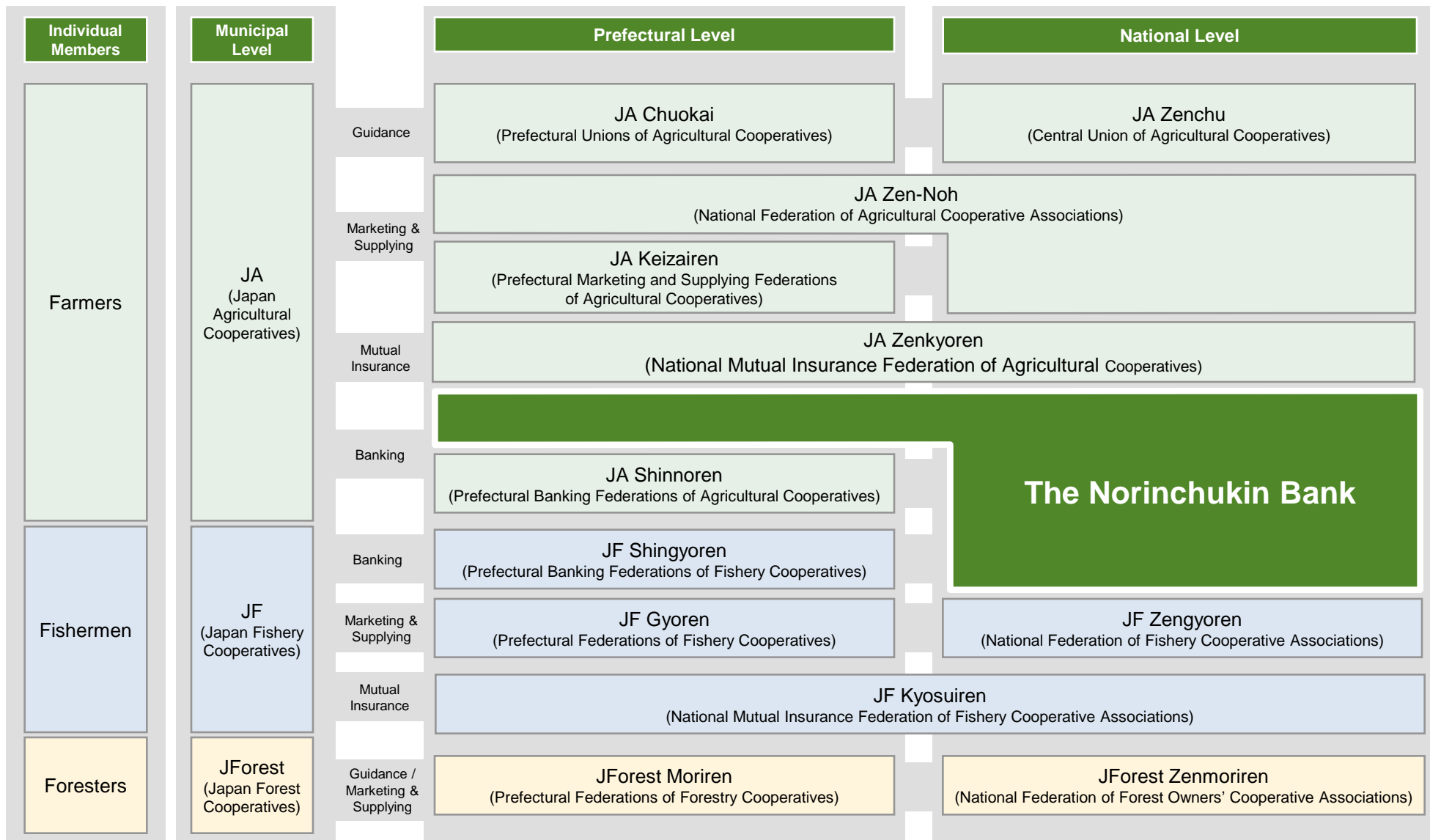
(Note 4) Resecuritized products such as ABS-CDO, and CDO of CDO's. Include resecuritized products (i. e. products containing at least one securitized product as an underlying asset) under the Basel capital framework totaling JPY164.5bn.

(Note 5) The Bank has exposure to securitized products (CDOs) including monoline-CDS, in addition to financial products guaranteed by monolines.

(Note 6) The Bank has JPY998.0bn of mortgage-backed security bonds issued and guaranteed by Ginnie Mae, a US government-owned corporation.

As of September 30, 2015, non-consolidated basis

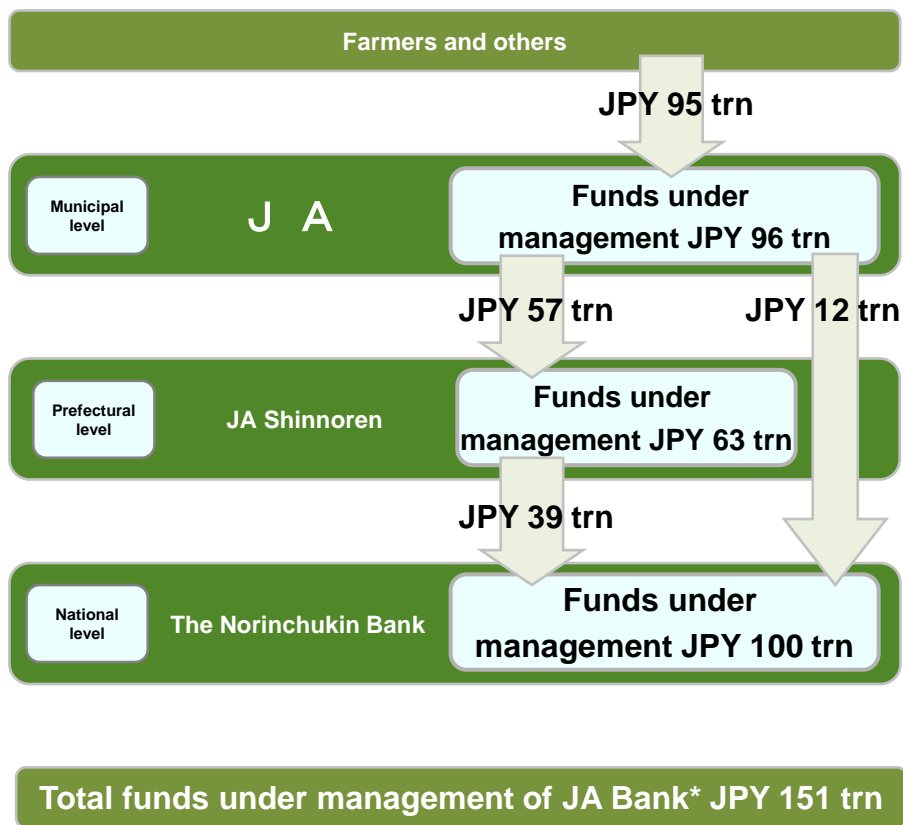
Structure of the Cooperative System



Business Base of JA Bank

JA Bank = JA + JA Shinnoren + The Norinchukin Bank

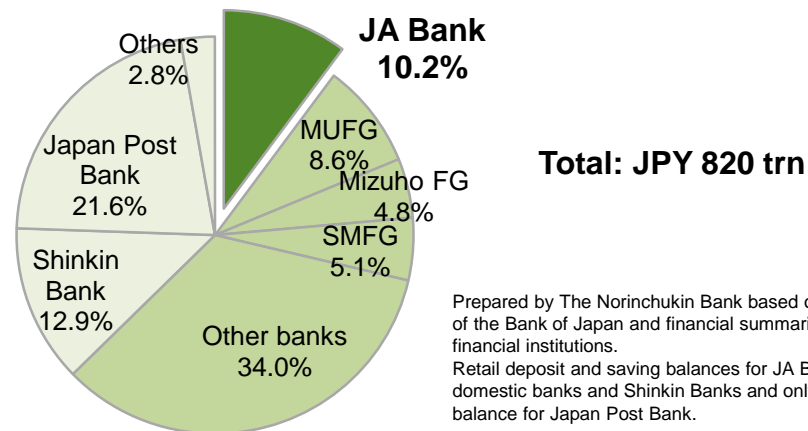
Flow of Funds in JA Bank (As of September 30, 2015)



* Total funds under management (JPY trn) =
Funds under management (96+63+100) – Deposits (57+12+39)

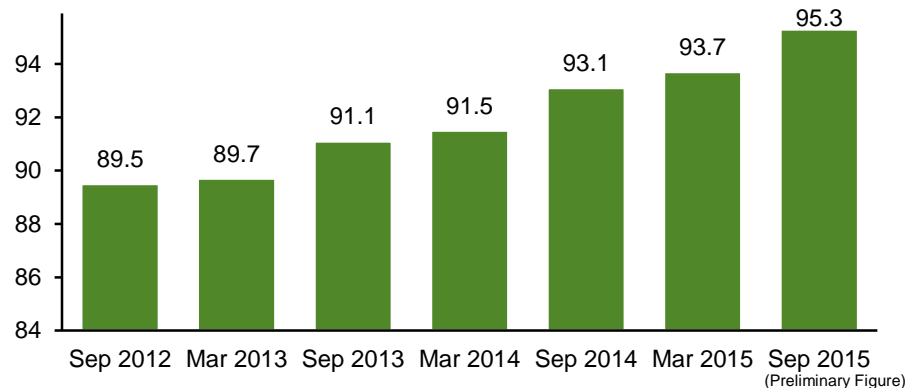
JA Bank accounts for 10% of the total amount of retail deposits and savings in the Japan.

Retail Deposits and Savings in Japan (As of March 31, 2015)



Increasing amount of deposits and savings of JA Bank

JA Bank Deposits and Savings (JPY trillion)



JA Bank Branch Network

- Strong business base and network with 681 JA nationwide with 8,075 branches
- One of the largest ATM networks in the industry with about 93,000 charge free ATMs (including affiliated ATMs) nationwide*

Nationwide	
JA	681
Branch	8,075

Koshinetsu	
JA	56
Branch	575

Hokkaido	
JA	109
Branch	285

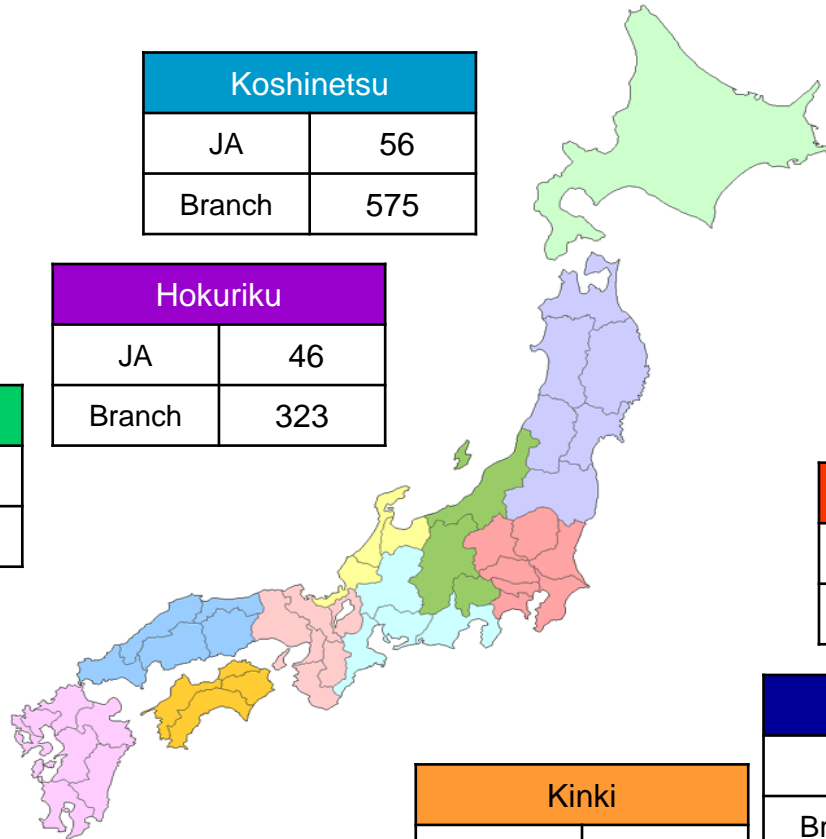
Chugoku	
JA	38
Branch	807

Hokuriku	
JA	46
Branch	323

Tohoku	
JA	81
Branch	820

Kyushu	
JA	79
Branch	1,069

Kanto	
JA	114
Branch	1,449



Tokai	
JA	57
Branch	1,282

Kinki	
JA	58
Branch	928

Shikoku	
JA	43
Branch	537



*: The numbers mean JAs and branches that handle domestic exchange transactions as of April 1, 2015. The number of ATMs includes charge-free affiliated ATMs for withdrawal transactions (only weekday daytime) as of March 31, 2015.

Agricultural Loans

JA Bank supports the agricultural industry by offering a variety of loan products designed to accommodate various financial needs of farmers and agricultural organizations.

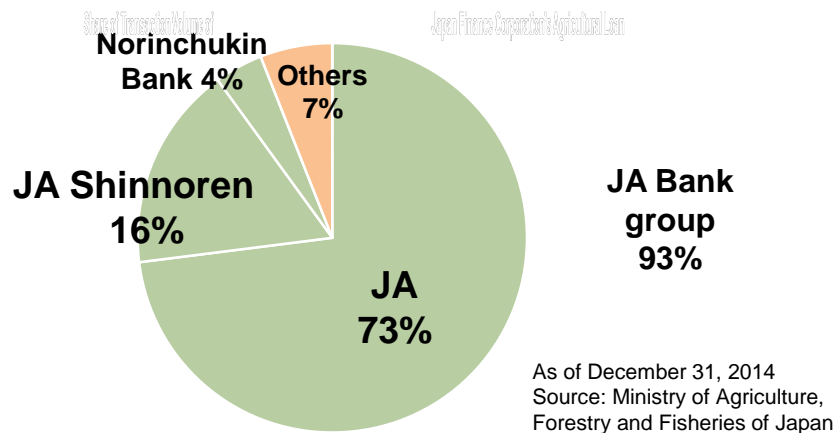
JA Bank has the top share in the transaction volumes of two major policy-based loans (Agricultural Modernization Loans and Japan Finance Corporation's Agricultural Loans).

JA Bank Group's Agricultural Loans by Type

(JPY 100 mn)

	March 31, 2015
Proper Agricultural Loans	14,527
Agricultural Policy Loans	5,006
Agricultural Modernization Loans	1,524
Other Policy-Based Loans	3,482
Total	19,533

Share of the Agricultural Modernization Loans

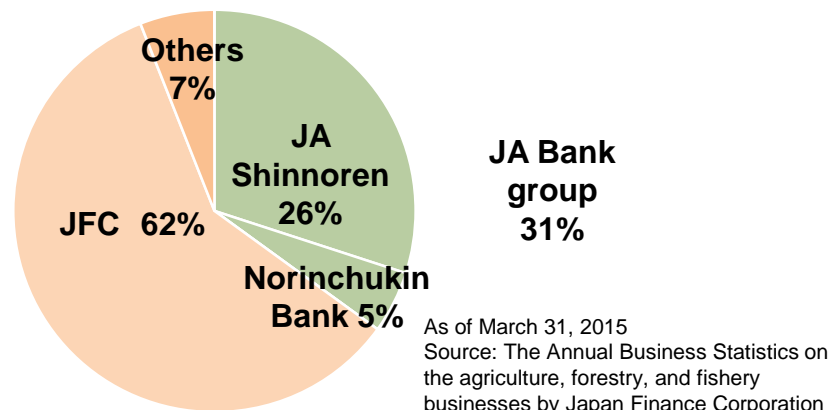


JA Bank Group's Entrusted Agricultural Loans

(JPY 100 mn)

	March 31, 2015
Loans Entrusted by Japan Finance Corporation	4,821
Others	7
Total	4,828

Share of Transaction Volume of Japan Finance Corporation's Agricultural Loan



Proper Agricultural Loans represent non-policy-based loans funded by JA Bank. Agricultural policy loans include 1) loans which are extended directly or indirectly by local public organizations and 2) loans to which interest subsidies are granted by local public organizations and are extended at low interest rates by JA. Other policy-based loans include Super S Loans and loans which are intended for reduction of financial burden on agricultural business owners.
Source: The Norinchukin Bank

Disclaimer

- The information contained herein is quoted from public sources etc., and accuracy and reliability of such information is neither guaranteed nor warranted. We do not assume any responsibility for losses incurred directly or indirectly from the use of this information.
- This presentation material contains forward-looking statements regarding the Bank's forecasts, plans, and objectives. Such forward-looking statements inherently involve risks and uncertainties, because they are related to events and circumstances that may or may not arise in the future. The future performance, results of operations, and financial condition of the Bank may be materially different from the information expressed or implied by such forward-looking statements.
- This presentation does not constitute an offer or solicitation of an offer, an invitation to subscribe for or purchase any securities.