

Consolidated Balance Sheet (Unaudited)

The Norinchukin Bank and Subsidiaries
As of September 30, 2013

	Millions of Yen			Millions of U.S. Dollars (Note 1)
	September 30		March 31	September 30
	2013	2012	2013	2013
Assets				
Cash and Due from Banks (Notes 12, 14 and 15)	¥ 7,345,540	¥ 1,408,973	¥ 4,419,087	\$ 75,146
Call Loans and Bills Bought (Note 14)	603,675	1,012,542	1,527,128	6,176
Receivables under Resale Agreements	255,241	—	—	2,611
Receivables under Securities Borrowing Transactions	18,138	2,496,722	—	186
Monetary Claims Bought (Notes 14 and 15)	167,088	188,566	179,373	1,709
Trading Assets (Note 14)	8,753	45,943	36,602	90
Money Held in Trust (Notes 5, 14 and 16)	5,972,371	6,589,040	6,892,281	61,098
Securities (Notes 3, 5, 10, 14 and 15)	49,877,926	44,783,327	50,045,795	510,260
Loans and Bills Discounted (Notes 4, 5, 9 and 14)	17,076,815	16,321,436	16,224,595	174,699
Foreign Exchange Assets	144,481	127,877	268,750	1,478
Other Assets (Notes 5 and 14)	804,626	474,737	1,251,733	8,231
Tangible Fixed Assets (Note 13)	106,658	117,936	109,541	1,091
Intangible Fixed Assets	28,492	38,050	33,424	292
Deferred Tax Assets	2,167	2,217	2,119	22
Customers' Liabilities for Acceptances and Guarantees	737,760	643,667	688,399	7,547
Reserve for Possible Loan Losses (Note 14)	(172,830)	(174,554)	(175,959)	(1,768)
Reserve for Possible Investment Losses	(4,333)	(11,047)	(6,065)	(44)
Total Assets	¥82,972,574	¥74,065,440	¥81,496,808	\$848,824
Liabilities and Net Assets				
Liabilities				
Deposits (Notes 6 and 14)	¥48,779,247	¥43,361,961	¥47,442,849	\$499,020
Negotiable Certificates of Deposit (Note 14)	3,181,760	2,028,618	2,397,290	32,550
Debentures (Note 14)	4,294,813	4,846,589	4,606,940	43,937
Bonds (Note 7)	50,000	50,000	50,000	512
Call Money and Bills Sold (Notes 5 and 14)	624,398	553,101	452,214	6,388
Payables under Repurchase Agreements (Notes 5 and 14)	11,574,633	7,640,730	12,349,745	118,411
Payables under Securities Lending Transactions (Note 5)	17,270	13,868	6,129	177
Trading Liabilities (Note 14)	7,804	10,686	10,139	80
Borrowed Money (Notes 5, 8 and 14)	1,860,987	1,699,907	1,779,106	19,038
Foreign Exchange Liabilities	25	16	78	0
Short-term Entrusted Funds (Note 14)	4,639,776	6,163,289	4,235,124	47,466
Other Liabilities (Note 14)	1,215,141	1,850,719	1,286,866	12,431
Reserve for Bonus Payments	6,661	6,622	6,747	68
Reserve for Employees' Retirement Benefits	11,539	8,749	11,414	118
Reserve for Directors' Retirement Benefits	950	878	1,032	10
Deferred Tax Liabilities	340,893	137,551	395,295	3,487
Deferred Tax Liabilities for Land Revaluation	9,811	12,165	10,158	100
Acceptances and Guarantees	737,760	643,667	688,399	7,547
Total Liabilities	77,353,476	69,029,126	75,729,534	791,340
Net Assets				
Paid-in Capital (Note 11)	3,425,909	3,425,909	3,425,909	35,048
Capital Surplus	25,020	25,020	25,020	256
Retained Earnings	1,200,923	1,136,444	1,130,521	12,286
Treasury Preferred Stock	(150)	(150)	(150)	(2)
Total Owners' Equity	4,651,703	4,587,224	4,581,301	47,588
Net Unrealized Gains on Other Securities	990,995	513,303	1,267,652	10,138
Net Deferred Losses on Hedging Instruments	(47,018)	(93,217)	(105,743)	(481)
Revaluation Reserve for Land	16,818	22,935	17,723	172
Foreign Currency Transaction Adjustments	(14)	(48)	(20)	(0)
Total Accumulated Other Comprehensive Income	960,781	442,973	1,179,611	9,829
Minority Interests	6,613	6,116	6,361	67
Total Net Assets	5,619,097	5,036,313	5,767,273	57,484
Total Liabilities and Net Assets	¥82,972,574	¥74,065,440	¥81,496,808	\$848,824

The accompanying notes are an integral part of the financial statements.

Consolidated Statements of Operations and Comprehensive Income (Unaudited)

(1) Consolidated Statement of Operations

The Norinchukin Bank and Subsidiaries
For the six months ended September 30, 2013

	Millions of Yen			Millions of U.S. Dollars (Note 1)
	Six Months ended September 30	Year ended March 31	Six Months ended September 30	
	2013	2012	2013	2013
Income				
Interest Income:	¥453,263	¥371,678	¥637,775	\$4,637
Interest on Loans and Bills Discounted	35,833	39,754	78,828	367
Interest and Dividends on Securities	408,570	326,618	539,766	4,180
Fees and Commissions	10,423	11,027	21,120	107
Trading Income	26	250	485	0
Other Operating Income	83,593	55,945	115,659	855
Other Income	75,100	118,385	220,506	768
Total Income	622,408	557,286	995,547	6,367
Expenses				
Interest Expenses:	282,219	289,580	589,742	2,887
Interest on Deposits	16,352	16,859	34,557	167
Fees and Commissions	6,938	6,077	13,178	71
Trading Expenses	316	247	224	3
Other Operating Expenses	115,476	34,827	132,835	1,181
General and Administrative Expenses	63,864	64,949	123,924	654
Other Expenses	5,776	16,551	33,710	59
Total Expenses	474,592	412,233	893,616	4,855
Income before Income Taxes and Minority Interests	147,816	145,053	101,931	1,512
Income Taxes — Current	1,099	7,470	1,299	11
Income Taxes — Deferred	25,959	6,426	(19,612)	266
Total Income Taxes	27,058	13,896	(18,313)	277
Income before Minority Interests	120,757	131,156	120,244	1,235
Minority Interests in Net Income	254	155	378	2
Net Income	¥120,503	¥131,000	¥119,866	\$1,233
		Yen		U.S. Dollars (Note 1)
	Six Months ended September 30	Year ended March 31	Six Months ended September 30	
	2013	2012	2013	2013
Net Income per Share	¥28.30	¥30.77	¥22.17	\$0.29

The accompanying notes are an integral part of the financial statements.

Consolidated Statements of Operations and Comprehensive Income (Unaudited)

(2) Consolidated Statement of Comprehensive Income

The Norinchukin Bank and Subsidiaries
For the six months ended September 30, 2013

	Millions of Yen			Millions of U.S. Dollars (Note 1)
	Six Months ended September 30	Year ended March 31	Six Months ended September 30	
	2013	2012	2013	2013
Income before Minority Interests	¥120,757	¥131,156	¥120,244	\$1,235
Other Comprehensive Income	(217,917)	87,584	829,496	(2,229)
Net Unrealized Gains (Losses) on Other Securities	(277,064)	140,261	894,047	(2,834)
Net Deferred Gains (Losses) on Hedging Instruments	58,549	(52,324)	(64,859)	599
Foreign Currency Transaction Adjustments	6	(7)	20	0
Share of Other Comprehensive Income of Affiliates accounted for by the equity method	591	(343)	288	6
Total Comprehensive Income	¥(97,159)	¥218,740	¥949,741	\$ (994)
Attributable to:				
Owners of the Parent	(97,421)	218,603	949,318	(997)
Minority Interests	261	137	423	3

The accompanying notes are an integral part of the financial statements.

Consolidated Statement of Capital Surplus and Retained Earnings (Unaudited)

The Norinchukin Bank and Subsidiaries
For the six months ended September 30, 2013

	Millions of Yen			Millions of U.S. Dollars (Note 1)
	Six Months ended September 30	Year ended March 31	Six Months ended September 30	
	2013	2012	2013	2013
Capital Surplus				
Balance at the Beginning of the Fiscal Year	¥ 25,020	¥ 25,020	¥ 25,020	\$ 256
Balance at the End of the Period	25,020	25,020	25,020	256
Retained Earnings				
Balance at the Beginning of the Fiscal Year	1,130,521	1,024,914	1,024,914	11,566
Additions:				
Net Income	120,503	131,000	119,866	1,233
Transfer from Revaluation Reserve for Land	905	1,905	7,118	9
Deductions:				
Dividends	51,006	21,377	21,377	522
Balance at the End of the Period	¥1,200,923	¥1,136,444	¥1,130,521	\$12,286

The accompanying notes are an integral part of the financial statements.

Consolidated Statement of Cash Flows (Unaudited)

The Norinchukin Bank and Subsidiaries
For the six months ended September 30, 2013

	Millions of Yen			Millions of U.S. Dollars (Note 1)
	Six Months ended September 30	Year ended March 31	Six Months ended September 30	
	2013	2012	2013	2013
Cash Flows from Operating Activities:				
Income before Income Taxes and Minority Interests	¥ 147,816	¥ 145,053	¥ 101,931	\$ 1,512
Depreciation	10,095	9,921	19,997	103
Losses on Impairment of Fixed Assets	1,228	25	1,493	13
Gains on Negative Goodwill Incurred	—	(4)	(19)	—
Equity in Earnings of Affiliates	(3,919)	(2,566)	(6,727)	(40)
Net Decrease in Reserve for Possible Loan Losses	(3,129)	(54,860)	(53,455)	(32)
Net Decrease in Reserve for Possible Investment Losses	(1,732)	(1,327)	(6,309)	(18)
Net Increase (Decrease) in Reserve for Bonus Payments	(85)	147	272	(1)
Net Increase in Reserve for Employees' Retirement Benefits	124	2,561	5,226	1
Net Increase (Decrease) in Reserve for Directors' Retirement Benefits	(81)	(139)	14	(1)
Interest Income	(453,263)	(371,678)	(637,775)	(4,637)
Interest Expenses	282,219	289,580	589,742	2,887
Losses (Gains) on Securities	57,375	(56,323)	153,526	587
Gains on Money Held in Trust	(28,919)	(14,742)	(10,946)	(296)
Foreign Exchange Losses (Gains)	(1,819,201)	1,574,783	(4,527,579)	(18,611)
Losses (Gains) on Disposals of Fixed Assets	206	(1,077)	(702)	2
Net Decrease (Increase) in Trading Assets	27,848	(13,285)	(3,944)	285
Net Increase (Decrease) in Trading Liabilities	(2,335)	91	(455)	(24)
Net Increase in Loans and Bills Discounted	(829,772)	(1,583,159)	(1,486,184)	(8,489)
Net Increase (Decrease) in Deposits	(67,909)	(188,388)	3,892,385	(695)
Net Increase in Negotiable Certificates of Deposit	784,469	146,192	514,864	8,025
Net Decrease in Debentures	(312,127)	(271,282)	(510,931)	(3,193)
Net Increase (Decrease) in Borrowed Money (Excluding Subordinated Borrowed Money)	81,881	(114,900)	(35,700)	838
Net Decrease (Increase) in Interest-bearing Due from Banks	51,408	431,040	(11,764)	526
Net Decrease (Increase) in Call Loans and Bills Bought and Other	679,929	(98,597)	(602,382)	6,956
Net Decrease (Increase) in Receivables under Securities Borrowing Transactions	(18,138)	(2,004,240)	492,481	(185)
Net Increase (Decrease) in Call Money and Bills Sold and Other	(602,927)	(131,496)	4,476,630	(6,168)
Net Increase (Decrease) in Short-term Entrusted Funds	404,651	1,811,578	(116,586)	4,140
Net Increase (Decrease) in Payables under Securities Lending Transactions	11,141	3,214	(4,525)	114
Net Decrease (Increase) in Foreign Exchange Assets	124,268	(83,080)	(223,953)	1,271
Net Increase (Decrease) in Foreign Exchange Liabilities	(52)	5	67	(0)
Interest Received	455,389	399,895	653,552	4,659
Interest Paid	(147,742)	(151,551)	(592,544)	(1,511)
Other, Net	(8,576)	(105,095)	(170,998)	(88)
Subtotal	(1,179,859)	(433,704)	1,898,703	(12,070)
Income Taxes Refund (Paid)	(113)	3,369	2,217	(1)
Net Cash Provided by (Used in) Operating Activities	(1,179,972)	(430,334)	1,900,920	(12,071)

Consolidated Statement of Cash Flows (Unaudited)

	Millions of Yen			Millions of U.S. Dollars (Note 1)
	Six Months ended September 30	Year ended March 31	Six Months ended September 30	
	2013	2012	2013	2013
Cash Flows from Investing Activities:				
Purchases of Securities	(5,871,797)	(17,239,707)	(30,200,852)	(60,070)
Proceeds from Sales of Securities	3,147,778	356,979	1,786,024	32,202
Proceeds from Redemption of Securities	4,335,263	17,154,274	28,593,913	44,350
Increase in Money Held in Trust	(35,116)	(348,512)	(666,090)	(359)
Decrease in Money Held in Trust	1,256,138	681,817	1,324,776	12,851
Purchases of Tangible Fixed Assets	(2,122)	(3,462)	(5,559)	(22)
Purchases of Intangible Fixed Assets	(3,525)	(858)	(2,027)	(36)
Proceeds from Sales of Tangible Fixed Assets	255	3,854	10,267	3
Purchases of Stocks of Subsidiaries (Not Affecting the Scope of Consolidation)	—	(3)	(28)	—
Proceeds from Business Transfer	1,381,999	—	—	14,138
Net Cash Provided by Investing Activities	4,208,872	604,381	840,423	43,057
Cash Flows from Financing Activities:				
Dividends Paid	(51,006)	(21,377)	(21,377)	(522)
Dividends Paid to Minority Shareholders	(9)	—	—	(0)
Net Cash Used in Financing Activities	(51,015)	(21,377)	(21,377)	(522)
Net Increase in Cash and Cash Equivalents	2,977,883	152,670	2,719,966	30,464
Cash and Cash Equivalents at the Beginning of the Fiscal Year	3,134,931	414,965	414,965	32,071
Cash and Cash Equivalents at the End of the Period (Note 12)	¥6,112,815	¥ 567,635	¥ 3,134,931	\$62,535

The accompanying notes are an integral part of the financial statements.

Notes to the Consolidated Financial Statements (Unaudited)

The Norinchukin Bank and Subsidiaries

1. Basis of Presentation

The consolidated financial statements have been prepared based on the accounting records maintained by The Norinchukin Bank (“the Bank”) and its consolidated subsidiaries in conformity with accounting principles and practices generally accepted in Japan, that are different in certain respects from the application and disclosure requirements of International Financial Reporting Standards.

The consolidated financial statements are intended only to present the consolidated financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in Japan.

Amounts in U.S. dollars are included solely for the convenience of readers. The exchange rate of ¥97.75=U.S.\$1, the approximate rate of exchange prevailing on September 30, 2013, has been used for translation purposes. The inclusion of such amounts is not intended to imply that Japanese yen amounts have been, or could be, readily converted, realized or settled in U.S. dollars at the aforementioned rate or at any other rate.

The yen figures disclosed in the consolidated financial statements are expressed in millions of yen and have been rounded down. Consequently, differences may exist between the sum of rounded figures and the totals listed in the interim report.

2. Summary of Significant Accounting Policies

(1) Principles of Consolidation

Scope of Consolidation

Subsidiaries

Subsidiaries are, in general, the companies in which the Bank 1) holds, directly and/or indirectly, more than 50% of the voting shares; 2) holds, directly and/or indirectly, 40% or more of the voting shares and, at the same time, exercises effective control over the decision-making body by directing business policy and deciding on financial and operating policies; or 3) holds more than 50% of the voting shares together with those entities that would vote or agree to vote with the Bank due to their close relationship with the Bank through sharing of personnel, provision of finance and technology and other relationships and, at the same time, has effective control over the decision-making body, unless evidence exists which shows that the Bank does not have such control.

The numbers of subsidiaries as of September 30, 2013 and 2012 were 9 and 9, respectively, all of which were consolidated.

The major consolidated subsidiaries are as follows:

The Norinchukin Trust & Banking Co., Ltd.

Kyodo Housing Loan Co., Ltd.

The balance sheet date of the first half of fiscal year of all consolidated subsidiaries is September 30.

Affiliates

Affiliates are, in general, the companies, other than subsidiaries, in which the Bank 1) holds, directly and/or indirectly, 20% or more of the voting shares; 2) holds, directly and/or indirectly, 15% or more of the voting shares and also is able to influence the decision-making body through sharing of personnel, provision of finance and technology, and other relationships; or 3) holds more than 20% of the voting shares together with those entities that would vote or agree to vote with the Bank due to their close relationship with the Bank through sharing of personnel, provision of finance and technology and other relationships and, at the same time, is able to influence the decision-making body in a material degree, unless evidence exists which shows that the Bank does not have such influence.

The numbers of affiliates as of September 30, 2013 and 2012 were 6 and 6, respectively, out of which 5 and 5 were accounted for by the equity method, respectively, while the remaining immaterial affiliate is carried at cost. Differences between the cost and the underlying net equity at fair value of investments in companies which are accounted for by the equity method have been amortized by the straight-line method over 20 years except for immaterial goodwill which are charged to income in the year of acquisition. Negative goodwill is credited to income in the year of acquisition. The major affiliates accounted for by the equity method are as follows:

JA MITSUI LEASING, LTD.

Mitsubishi UFJ NICOS Co., Ltd.

(2) Transactions for Trading Purposes

Transactions for trading purposes are those seeking gains arising from short-term market movements or from the arbitrage opportunities in interest rates, foreign exchange rates and other market related indices. Such transactions are reported as Trading Assets or Trading Liabilities in the consolidated balance sheet on a trade date basis.

Gains and losses arising from transactions for trading purposes are recorded in Trading Income and Trading Expenses on the consolidated statement of operations.

Securities, monetary claims and certain other instruments held for trading purposes are valued at fair value prevailing at the end of the period. Derivatives held for trading purposes, such as swaps, futures and options, are valued on the assumption that they were settled at the end of the period.

Trading Income and Trading Expenses include interest received and paid in the period, gains or losses resulting from any change in the fair value of securities and monetary claims from the end of the previous fiscal year and gains or losses of derivatives resulting from any change in the fair value, which is determined assuming they were settled at the end of the period, from the end of the previous fiscal year.

(3) Financial Instruments

a. Securities

Held-to-maturity debt securities are valued at amortized cost (straight-line method), as determined by the moving average method. Investments in affiliates that are not accounted for by the equity method are valued at cost, as determined by the moving average method. In principle, other securities are valued at fair value, which is determined at the quoted market price if available, or other reasonable value at the consolidated balance sheet date (the cost of securities sold is calculated primarily by the moving average method). Other securities which are extremely difficult to determine the fair value are valued at cost determined by the moving average method or are valued at amortized cost.

Net Unrealized Gains or Losses on Other Securities are reported separately in Net Assets.

Securities included in Money Held in Trust are valued using the same methods described in (2) and (3) a. above.

b. Derivatives

Derivative transactions (other than transactions for trading purposes) are recorded at fair value.

c. Hedge Accounting

(a) Hedge of Interest Rate Risk

The Bank applies the deferral method of hedge accounting to the hedge transactions to manage interest rate risk associated with various financial assets and liabilities, which is described in "Accounting and Auditing Treatment relating to the Adoption of 'Accounting for Financial Instruments' for Banks," issued by the Japanese Institute of Certified Public Accountants ("JICPA"), (JICPA Industry Audit Committee Report No. 24). Hedge effectiveness of a fair value hedge is assessed by identified groups of hedged items, such as loans and deposits, and the corresponding groups of hedging instruments, such as interest rate swaps within the same maturity bucket. Hedge effectiveness of a cash flow hedge is assessed based on the correlation of the interest rate risk indicators of the hedged items and that of the hedging instruments.

(b) Hedge of Foreign Exchange Rate Risk

The Bank applies the deferral method of hedge accounting to the hedge transactions to manage foreign exchange rate risk arising from various financial assets and liabilities denominated in foreign currencies, which is described in "Accounting and Auditing Treatment relating to Accounting for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Audit Committee Report No. 25). Hedge effectiveness is assessed by reviewing whether the amount of the hedged items, such as financial monetary assets and liabilities denominated in foreign currencies, exceeds that of the hedging instruments, such as currency swap or

foreign exchange swap transactions, entered into to mitigate the foreign exchange rate risk arising from the hedged items.

The deferral method or the fair value method of hedge accounting is applied to the portfolio hedges of foreign exchange rate risks associated with securities denominated in foreign currencies (other than debt securities), provided that (1) the securities denominated in foreign currencies are identified as hedged items in advance, and (2) foreign currency amounts of spot and forward liabilities exceeds those of the acquisition costs of the foreign currency securities designated as hedged items.

(c) Internal Derivative Transactions

Internal derivative transactions between trading accounts and banking accounts or inter-division transactions, which are designated as hedges, are not eliminated. The related gains and losses are recognized in the consolidated statement of operations or are deferred in the consolidated balance sheet in accordance with the hedge accounting rules, because the internal interest rate swap and currency swap transactions, that are designated as hedging instruments, are traded in a non-discretionary manner and are appropriately and ultimately covered by third party transactions, which are conducted in accordance with the standards stipulated in the JICPA Industry Audit Committee Report No. 24 and No. 25.

For certain other assets or liabilities, the Bank applies the deferral method or the accrual method of hedge accounting, as specifically permitted for certain interest rate swaps. Under the deferral method, the recognition of income or expenses associated with a hedging instrument is deferred to the period when the income or expense arising from the hedged item is recognized.

(4) Tangible Fixed Assets (other than Lease Assets)

a. Depreciation

Depreciation of Tangible Fixed Assets of the Bank is calculated using the declining-balance method. However, depreciation on buildings acquired on or after April 1, 1998 (excluding annex facilities of buildings) is calculated using the straight-line method, and the applicable share of estimated annual depreciation cost for the period is recorded based on the following range of useful lives.

Buildings:	15 years to 50 years
Others:	5 years to 15 years

Depreciation of Tangible Fixed Assets of the consolidated subsidiaries is primarily calculated using the declining-balance method over their estimated economic useful lives.

b. Land Revaluation

In accordance with the Law Concerning the Revaluation of Land, effective as of March 31, 1998, land used for business purposes was revalued on March 31, 1998. Unrealized gains arising from revaluation, net of deferred tax, are disclosed as Revaluation Reserve for Land and included in Net Assets on the consolidated balance sheet. The related deferred tax liability is recorded as Deferred Tax Liabilities for Land Revaluation.

The land prices used for the revaluation were reasonably calculated based on third-party appraisals in accordance with Article 2-5 of the enforcement ordinance for the Law Concerning the Revaluation of Land.

(5) Intangible Fixed Assets (other than Lease Assets)

Depreciation of Intangible Fixed Assets is calculated using the straight-line method.

The costs of software developed or obtained for internal use are capitalized and amortized over an estimated useful life of 5 years.

(6) Lease Assets

Depreciation of Lease Assets in Tangible Fixed Assets and Intangible Fixed Assets which are finance leases where the ownership of assets is not transferred to the lessees is calculated using the straight-line method over the lease term with zero residual value unless residual value is guaranteed by the corresponding lease contracts.

(7) Foreign Currency Translation

Assets and liabilities denominated in foreign currencies, and accounts of overseas branches are translated into Japanese yen primarily using the exchange rates in effect at the end of the period.

Assets and liabilities of the consolidated subsidiaries denominated in foreign currencies are translated into Japanese yen using the respective exchange rates in effect at the end of the period.

(8) Reserve for Possible Loan Losses

Reserve for Possible Loan Losses of the Bank is computed as follows:

a. Reserve for loans to debtors who are legally or substantially bankrupt under the Bankruptcy Law, Special Liquidation under the Company Law or other similar laws is provided based on the remaining book value of the loans after the direct write-off described below and the deduction of the amount expected to be collected through the disposals of collateral or the execution of guarantees.

With respect to loans to borrowers who are legally or substantially bankrupt and that are secured by collateral or guarantees, the remaining book value of the loan, after the deduction of the amount of collateral or the execution of guarantees, is directly written off. Direct write-offs were ¥31,822 million (\$326 million) and ¥44,301 million for the period ended September 30, 2013 and 2012, respectively.

b. Reserve for loans to debtors who are not currently bankrupt, but are likely to become bankrupt (“doubtful debtors”), is determined after taking into account a comprehensively evaluated repayment ability of debtors after deducting the amount expected to be collected through the disposals of collateral or the execution of guarantees.

c. Reserve for loans to debtors with restructured loans (see Note 4) is provided based on the Discounted Cash Flow method if the loan balance exceeds a specific amount and the future cash flows of the principal and interest of the loan can be reasonably estimated. Under the Discounted Cash Flow method, reserve is measured as the difference between the book value of the loan and its present value of expected future cash flows, discounted by the contractual interest rate before the terms of the loan were restructured.

d. Reserve for loans other than those indicated above, is provided primarily at the amount calculated using the default rates which the Bank has calculated based on actual defaults experienced in the past.

e. Specific reserve for loans to certain countries with financial difficulties is provided based on the expected amount of losses taking into account the political, economic and other conditions in each country.

All claims are assessed by the Business Units based on the Bank’s internal rules for the self-assessment of asset quality. The Asset Audit Department, which is independent from the Business Units, audits these self-assessments. Reserves described above are determined based on the results of these self-assessments.

Reserve for Possible Loan Losses for receivables of the Bank’s consolidated subsidiaries is provided at the amount determined as necessary using the past default ratio. Reserve for Possible Loan Losses for problem receivables of the Bank’s consolidated subsidiaries is provided by taking into account their recoverability and an estimate of uncollectible amount.

(9) Reserve for Possible Investment Losses

Reserve for Possible Investment Losses represents an amount determined to be necessary to cover the estimated loss from the investments, taking into account the financial condition and other factors of the issuer of the securities.

(10) Reserve for Bonus Payments

Reserve for Bonus Payments represents estimated cost of payment of employees’ bonuses attributable to the period.

(11) Reserve for Employees’ Retirement Benefits

Reserve for Employees’ Retirement Benefits, which is provided for the payment of employees’ retirement benefits, is recorded as the required amount accrued at the end of the period, based on the estimated present value of projected benefit obligations

(“PBO”) and the estimated plan assets at the end of the fiscal year. In the case that plan assets exceed the amounts of the PBO adjusted by unrecognized prior service cost and actuarial differences, the excess portion is recorded as prepaid pension costs in Other Assets.

Unrecognized prior service cost is amortized over a certain period (10 years) within the employees’ average remaining service period using the straight-line method beginning in the fiscal year in which the difference had been incurred.

Unrecognized actuarial differences are amortized over a certain period (10 years) within the employees’ average remaining service period using the declining-balance method beginning in the fiscal year after the difference had been incurred.

Some of the Bank’s consolidated subsidiaries adopt the simplified method whereby the reserve is provided at the amount that would be paid if all eligible employees voluntarily retired at the end of the period.

(12) Reserve for Directors’ Retirement Benefits

Reserve for Directors’ Retirement Benefits for the payments of retirement benefits for directors and Audit & Supervisory Board members is recognized as the required amount accrued at the end of the period.

(13) Consumption Taxes

Consumption tax and local consumption tax incurred on taxable transactions are excluded from these transaction amounts.

(14) Accounting for Income Taxes

Income Taxes-Current and Income Taxes-Deferred for the period are calculated based upon assumption that reversal from or transfer to Reserve for Tax Basis Adjustments of Fixed Assets by the disposal of Retained Earnings is made at the end of the fiscal year.

(15) Scope of “Cash and Cash Equivalents” in the Consolidated Statement of Cash Flows

“Cash and Cash Equivalents” in the consolidated statement of cash flows represents cash and non-interest bearing due from banks in Cash and Due from Banks on the consolidated balance sheet.

Non-interest bearing due from banks includes due from the Bank of Japan for which interest is paid on excess reserve balance based on a temporary measure introduced by the Bank of Japan.

(16) Net Income per Share

Net Income per Share is computed based upon the weighted average number of shares outstanding during the period.

The aggregate number of lower dividend rate stocks and preferred stocks is deducted from the denominator, respectively, in the calculation of Net Income per Share.

3. Securities

As of September 30	Millions of Yen		Millions of U.S.
	2013	2012	Dollars 2013
Japanese Government Bonds	¥13,403,823	¥16,550,304	\$137,124
Municipal Government Bonds	2,066	1,931	21
Corporate Bonds	77,558	84,642	793
Stocks	650,297	465,652	6,653
Other	35,744,179	27,680,795	365,669
Foreign Bonds	25,126,733	18,002,114	257,051
Foreign Stocks	54,493	47,156	557
Investment Trusts	10,018,801	9,136,814	102,494
Other	544,150	494,709	5,567
Total	¥49,877,926	¥44,783,327	\$510,260

4. Loans and Bills Discounted

As of September 30	Millions of Yen		Millions of U.S. Dollars
	2013	2012	2013
Loans on Deeds	¥15,559,179	¥14,793,618	\$159,173
Loans on Bills	258,557	237,142	2,645
Overdrafts	1,255,780	1,285,937	12,847
Bills Discounted	3,298	4,738	34
Total	¥17,076,815	¥16,321,436	\$174,699

As of September 30	Millions of Yen		Millions of U.S. Dollars
	2013	2012	2013
Loans to Borrowers under Bankruptcy Proceedings	¥ 1,002	¥ 1,063	\$ 10
Delinquent Loans	159,444	165,895	1,631
Loans Past Due for Three Months or More	66	80	1
Restructured Loans	42,030	61,995	430
Total	¥202,544	¥229,035	\$2,072

(1) Loans to borrowers under bankruptcy proceedings are loans (excluding the parts written-off for possible loan losses) stipulated in Article 96-1-3, 4 of Order for Enforcement of the Corporation Tax Act (Cabinet Order No. 97, 1965) on which interest is placed on a no-accrual status (hereinafter referred to as "Non-accrual Loans") since the loan principals and/or their pertaining interests are determined to be uncollectible considering the period of time past due and other reasons.

(2) Delinquent loans are also non-accrual loans other than loans to borrowers under bankruptcy proceedings or loans whereby payments of interests are deferred in order to support the borrowers' rehabilitation.

(3) Loans past-due for three months or more are loans whose principal or interest is past-due for three months or more, other than loans to borrowers under bankruptcy proceedings and delinquent loans.

(4) Restructured loans are loans whereby its terms are modified in favor of the borrowers by reducing the interest rate, deferral of payments of interest or principal, waiving principal repayments, etc., in order to support the borrowers' rehabilitation and facilitate the collection of the loan.

5. Assets Pledged

Assets pledged as collateral comprise the following:

As of September 30	Millions of Yen		Millions of U.S. Dollars
	2013	2012	2013
Securities	¥15,231,217	¥10,402,474	\$155,818
Loans and Bills Discounted	8,946,127	8,444,079	91,520

Liabilities secured by the above assets are as follows:

As of September 30	Millions of Yen		Millions of U.S. Dollars
	2013	2012	2013
Call Money and Bills Sold	¥ 475,000	¥ 425,000	\$ 4,859
Payables under Repurchase Agreements	11,574,633	7,640,730	118,411
Payables under Securities Lending Transactions	1,249	3,821	13
Borrowed Money	283,751	168,900	2,903

In addition, as of September 30, 2013 and 2012, Securities (including transactions of Money Held in Trust) of ¥7,873,563 million (\$80,548 million) and ¥6,722,310 million, respectively, were pledged as collateral for settlement of exchange and derivative transactions or as margins of futures transactions.

As of September 30, 2013 and 2012, initial margins of futures markets of ¥915 million (\$9 million) and ¥1,764 million, respectively, cash collateral paid for financial instruments of ¥183,068 million (\$1,873 million) and ¥109,228 million, respectively, and guarantee deposits of ¥9,385 million (\$96 million) and ¥6,702 million, respectively, were included in Other Assets.

6. Deposits

As of September 30	Millions of Yen		Millions of U.S. Dollars
	2013	2012	2013
Time Deposits	¥41,998,794	¥37,559,955	\$429,655
Deposits at Notice	57,751	85,720	591
Ordinary Deposits	882,220	784,056	9,025
Current Deposits	78,054	79,535	798
Other Deposits	5,762,426	4,852,693	58,951
Total	¥48,779,247	¥43,361,961	\$499,020

7. Bonds

Bonds were subordinated bonds of ¥50,000 million (\$512 million) and ¥50,000 million as of September 30, 2013 and 2012, respectively.

8. Borrowed Money

Borrowed Money includes subordinated borrowings of ¥1,486,007 million (\$15,202 million) and ¥1,486,007 million as of September 30, 2013 and 2012, respectively.

9. Commitments to Overdrafts and Loans

Commitments related to overdrafts and loans represent agreements to extend overdrafts or loans up to the pre-agreed amount at the customer's request as long as no violation of the conditions stipulated in the commitment agreement exists. The amounts of undrawn commitments in relation to such agreements were ¥3,127,515 million (\$31,995 million) and ¥3,039,194 million as of September 30, 2013 and 2012, respectively. The amounts of the undrawn commitments, which the Bank and its consolidated subsidiaries could cancel at any time without cause, were ¥2,069,100 million (\$21,167 million) and ¥1,923,523 million as of September 30, 2013 and 2012, respectively.

The amount of undrawn commitments does not necessarily affect the future cash flow of the Bank and its consolidated subsidiaries because the majority of such agreements are terminated without being exercised. Most of these agreements have provisions which stipulate that the Bank and its consolidated subsidiaries may not extend the loan or may decrease the commitment when there are certain changes in the overall financial conditions, certain issues relating to collateral and other reasons. At the time of extending loans to customers, the Bank and its consolidated subsidiaries are able to request collateral in the form of premises or securities as necessary. After extending loans, the Bank periodically checks the financial condition of its customers based on predefined policies and procedures and acts to secure loans as necessary.

10. Securities Loaned

Securities include securities loaned under unsecured lending agreements (Saiken Taishaku Torihiki) of ¥180,770 million (\$1,849 million) and ¥120,588 million as of September 30, 2013 and 2012, respectively.

Securities borrowed under unsecured borrowing agreements (Saiken Taishaku Torihiki) and securities purchased under resale agreements and cash-collateralized borrowing agreements, which can be sold or re-pledged by the Bank, include securities re-pledged of ¥286,959 million (\$2,936 million) and ¥10,020 million as of September 30, 2013 and 2012, respectively, and securities held without re-pledge of ¥1,084,337 million (\$11,093 million) and ¥3,464,144 million as of September 30, 2013 and 2012, respectively. No such securities are re-loaned to the third parties.

11. Paid-in Capital

As of September 30	Millions of Yen		Millions of U.S. Dollars
	2013	2012	2013
Common Stock	¥3,400,909	¥3,400,909	\$34,792
Preferred Stock	24,999	24,999	256
Total	¥3,425,909	¥3,425,909	\$35,048

The Common Stock account includes lower dividend rate stock with a total par value of ¥2,975,192 million (\$30,437 million) and ¥2,975,192 million as of September 30, 2013 and 2012, respectively.

Lower dividend rate stock is similar to regular common stock but has been issued on the condition that the dividend yield will be set below that relating to common stock.

12. Cash Flows

(1) The reconciliation of Cash and Due from Banks in the consolidated balance sheets to “Cash and Cash Equivalents” at the end of the period is as follows:

As of September 30	Millions of Yen		Millions of U.S. Dollars
	2013	2012	2013
Cash and Due from Banks	¥7,345,540	¥1,408,973	\$75,146
Less: Interest-bearing Due from Banks	(1,232,725)	(841,338)	(12,611)
Cash and Cash Equivalents at the End of the Period	¥6,112,815	¥ 567,635	\$62,535

(2) The major assets and liabilities increased due to the business transfer

The major assets and liabilities which increased due to the business transfer from Chiba Prefectural Credit Federations of Agricultural Cooperatives for the six months ended September 30, 2013 were Loans and Bills Discounted of ¥22,447 million (\$230 million) and Deposits of ¥1,404,307 million (\$14,366 million), respectively.

13. Segment Information

For the Six Months Ended September 30, 2013

(1) Segment Information

Segment Information is not shown in these statements, since the banking business is the only reportable segment.

(2) Related Information

a. Information about Services

Six Months ended September 30, 2013	Millions of Yen			Total
	Loan Business	Securities Investment Business	Others	
Ordinary Income from External Customers	¥35,883	¥539,856	¥46,668	¥622,408

Six Months ended September 30, 2013	Millions of U.S. Dollars			Total
	Loan Business	Securities Investment Business	Others	
Ordinary Income from External Customers	\$367	\$5,523	\$477	\$6,367

Notes: 1. Ordinary Income represents Total Income less certain special income.
2. Ordinary Income is shown in place of Sales for non-financial companies.

b. Information about Geographic Areas**(a) Ordinary Income**

Six Months ended September 30, 2013	Millions of Yen				
	Japan	Americas	Europe	Others	Total
	¥609,123	¥3,031	¥3,617	¥6,636	¥622,408

Six Months ended September 30, 2013	Millions of U.S. Dollars				
	Japan	Americas	Europe	Others	Total
	\$6,231	\$31	\$37	\$68	\$6,367

Notes: 1. Ordinary Income represents Total Income less certain special income.

2. Ordinary Income is shown in place of Sales for non-financial companies.

3. Ordinary Income is categorized by countries or areas based on the location of the Bank's head office, branches and its consolidated subsidiaries.

4. Americas includes the United States of America and Cayman Islands. Europe includes the United Kingdom.

(b) Tangible Fixed Assets

As of September 30, 2013	Millions of Yen				
	Japan	Americas	Europe	Others	Total
	¥105,988	¥291	¥184	¥194	¥106,658

As of September 30, 2013	Millions of U.S. Dollars				
	Japan	Americas	Europe	Others	Total
	\$1,084	\$3	\$2	\$2	\$1,091

c. Information about Major Customers

Six Months ended September 30, 2013	Name of Customer	Millions of Yen	
		Ordinary Income	Name of Related Segments
	U.S. Department of the Treasury	¥65,955	—

Six Months ended September 30, 2013	Name of Customer	Millions of U.S. Dollars	
		Ordinary Income	Name of Related Segments
	U.S. Department of the Treasury	\$675	—

Notes: 1. Ordinary Income represents Total Income less certain special income.

2. Ordinary Income is shown in place of Sales for non-financial companies.

(3) Information about Impairment Loss of Fixed Assets in Reportable Segments

Information about Impairment Loss of Fixed Assets in Reportable Segments is not shown in these statements, since the banking business is the only reportable segment.

(4) Information about Amortization and Unamortized Balance of Goodwill in Reportable Segments

None

(5) Information about Gain on Recognition of Negative Goodwill in Reportable Segments

None

For the Six Months Ended September 30, 2012**(1) Segment Information**

Segment Information is not shown in these statements, since the banking business is the only reportable segment.

(2) Related Information**a. Information about Services**

Six Months ended September 30, 2012	Millions of Yen			
	Loan Business	Securities Investment Business	Others	Total
Ordinary Income from External Customers	¥42,183	¥472,842	¥41,030	¥556,056

Notes: 1. Ordinary Income represents Total Income less certain special income.
2. Ordinary Income is shown in place of Sales for non-financial companies.

b. Information about Geographic Areas**(a) Ordinary Income**

Six Months ended September 30, 2012	Millions of Yen				
	Japan	Americas	Europe	Others	Total
	¥544,765	¥1,293	¥4,356	¥5,640	¥556,056

Notes: 1. Ordinary Income represents Total Income less certain special income.
2. Ordinary Income is shown in place of Sales for non-financial companies.
3. Ordinary Income is categorized by countries or areas based on the location of the Bank's head office, branches and its consolidated subsidiaries.
4. Americas includes the United States of America and Cayman Islands. Europe includes the United Kingdom.

(b) Tangible Fixed Assets

As of September 30, 2012	Millions of Yen				
	Japan	Americas	Europe	Others	Total
	¥117,434	¥258	¥155	¥87	¥117,936

c. Information about Major Customers

Information about major customers is not shown in these statements, since there are no external customers accounted for more than 10% consolidated Ordinary Income.

(3) Information about Impairment Loss of Fixed Assets in Reportable Segments

Information about Impairment Loss of Fixed Assets in Reportable Segments is not shown in these statements, since the banking business is the only reportable segment.

(4) Information about Amortization and Unamortized Balance of Goodwill in Reportable Segments

None

(5) Information about Gain on Recognition of Negative Goodwill in Reportable Segments

Information about Gain on Recognition of Negative Goodwill in Reportable Segments is not shown in these statements, since the banking business is the only reportable segment.

14. Financial Instruments

Disclosures Regarding the Fair Value of Financial Instruments and Other Items

“Consolidated Balance Sheet Amount,” “Fair Value” and “Difference” as of September 30, 2013 and 2012 are as follows:

Unlisted stocks and other financial instruments, the fair value of which is extremely difficult to determine, are excluded from the table below. (ref. Note 2)

	Millions of Yen			Millions of U.S. Dollars		
	Consolidated Balance Sheet Amount	Fair Value	Difference	Consolidated Balance Sheet Amount	Fair Value	Difference
As of September 30, 2013						
(1) Cash and Due from Banks	¥ 7,345,540	¥ 7,345,540	¥ —	\$ 75,146	\$ 75,146	\$ —
(2) Call Loans and Bills Bought	603,675	603,675	—	6,176	6,176	—
(3) Monetary Claims Bought (*1)	166,369	166,474	104	1,702	1,703	1
(4) Trading Assets (*2)						
Trading Securities	75	75	—	1	1	—
(5) Money Held in Trust (*1)						
Money Held in Trust for Trading Purposes	7,384	7,384	—	76	76	—
Other Money Held in Trust	5,963,870	5,974,412	10,542	61,011	61,119	108
(6) Securities						
Held-to-Maturity Debt Securities	17,489,596	17,810,648	321,051	178,922	182,206	3,284
Other Securities	31,880,313	31,880,313	—	326,141	326,141	—
(7) Loans and Bills Discounted	17,076,815			174,699		
Reserve for Possible Loan Losses (*1)	(165,822)			(1,697)		
	16,910,992	16,962,931	51,938	173,002	173,534	532
Total Assets	¥80,367,818	¥80,751,455	¥383,636	\$822,177	\$826,102	\$3,925
(1) Deposits	¥48,779,247	¥48,779,515	¥ 268	\$499,020	\$499,023	\$ 3
(2) Negotiable Certificates of Deposit	3,181,760	3,181,760	—	32,550	32,550	—
(3) Debentures	4,294,813	4,319,699	24,886	43,937	44,191	254
(4) Call Money and Bills Sold	624,398	624,398	—	6,388	6,388	—
(5) Payables under Repurchase Agreements	11,574,633	11,574,633	—	118,411	118,411	—
(6) Borrowed Money	1,860,987	1,860,987	—	19,038	19,038	—
(7) Short-term Entrusted Funds	4,639,776	4,639,776	—	47,466	47,466	—
Total Liabilities	¥74,955,617	¥74,980,772	¥ 25,154	\$766,810	\$767,067	\$ 257
Derivative Instruments (*3)						
Transactions not Accounted for as Hedge Transactions	¥ 5,740	¥ 5,740	¥ —	\$ 59	\$ 59	\$ —
Transactions Accounted for as Hedge Transactions	52,816	52,816	—	540	540	—
Total Derivative Instruments	¥ 58,557	¥ 58,557	¥ —	\$ 599	\$ 599	\$ —

(*1) Monetary Claims Bought, Money Held in Trust and Loans and Bills Discounted are net of Reserve for Possible Loan Losses. Monetary Claims Bought and Money Held in Trust are presented by net on the consolidated balance sheet as the reserve amounts are immaterial.

2. Derivative Instruments are excluded from Trading Assets.

3. Derivative Instruments within Trading Assets, Trading Liabilities, Other Assets and Other Liabilities are shown by net position. Receivables and payables which arise from Derivative Instruments are shown on a net basis.

	Millions of Yen		
	Consolidated Balance Sheet Amount	Fair Value	Difference
As of September 30, 2012			
(1) Cash and Due from Banks	¥ 1,408,973	¥ 1,408,973	¥ —
(2) Call Loans and Bills Bought	1,012,542	1,012,542	—
(3) Monetary Claims Bought (*1)	187,245	187,281	36
(4) Trading Assets (*2)			
Trading Securities	34,731	34,731	—
(5) Money Held in Trust (*1)			
Money Held in Trust for Trading Purposes	24,982	24,982	—
Other Money Held in Trust	6,562,432	6,573,626	11,193
(6) Securities			
Held-to-Maturity Debt Securities	15,602,151	15,968,785	366,634
Other Securities	28,662,961	28,662,961	—
(7) Loans and Bills Discounted	16,321,436		
Reserve for Possible Loan Losses (*1)	(158,836)		
	16,162,599	16,206,275	43,676
Total Assets	¥69,658,619	¥70,080,159	¥421,540
(1) Deposits	¥43,361,961	¥43,361,970	¥ 9
(2) Negotiable Certificates of Deposit	2,028,618	2,028,618	—
(3) Debentures	4,846,589	4,892,449	45,859
(4) Call Money and Bills Sold	553,101	553,101	—
(5) Payables under Repurchase Agreements	7,640,730	7,640,730	—
(6) Borrowed Money	1,699,907	1,699,907	—
(7) Short-term Entrusted Funds	6,163,289	6,163,289	—
Total Liabilities	¥66,294,198	¥66,340,067	¥ 45,869
Derivative Instruments (*3)			
Transactions not Accounted for as Hedge Transactions	¥ (1,808)	¥ (1,808)	¥ —
Transactions Accounted for as Hedge Transactions	18,843	18,843	—
Total Derivative Instruments	¥ 17,035	¥ 17,035	¥ —

(*1) 1. Monetary Claims Bought, Money Held in Trust and Loans and Bills Discounted are net of Reserve for Possible Loan Losses. Monetary Claims Bought and Money Held in Trust are presented by net on the consolidated balance sheet as the reserve amounts are immaterial.

2. Derivative Instruments are excluded from Trading Assets.

3. Derivative Instruments within Trading Assets, Trading Liabilities, Other Assets and Other Liabilities are shown by net position. Receivables and payables which arise from Derivative Instruments are shown on a net basis.

(Note 1) Calculation Methods for the Fair Value of Financial Instruments are as follows:

Assets

(1) Cash and Due from Banks

For Due from Banks without stated maturity, fair value approximates the carrying value. For Due from Banks with stated maturity, as the contractual terms are short-term (1 year or less), fair value approximates the carrying value. Concerning negotiable certificates of deposit, fair value is determined based on reasonably estimated amounts at the end of the period. The reasonably estimated amounts of negotiable certificates of deposit are calculated according to the Discounted Cash Flow method. The price-determining variable is the over-the-counter rate, etc.

(2) Call Loans and Bills Bought

These contractual terms are short-term (1 year or less), and fair value approximates the carrying value.

(3) Monetary Claims Bought

Monetary Claims Bought are valued based on the quoted prices provided by brokers or vendors.

(4) Trading Assets

Trading Securities are valued based on the closing price at the exchange or quoted price provided by the corresponding financial institutions.

(5) Money Held in Trust

Loans and Bills Discounted and Securities included in Money Held in Trust are valued according to the same methods described in (6) and (7) below.

Relevant notes concerning the fair value of Money Held in Trust of each classification are described in section 16. Fair Value of Money Held in Trust.

(6) Securities

Regarding the valuation of stocks, fair value is based on the closing price at the exchange. With respect to investment trusts, fair value is based on the net asset value (“NAV”) published or the quoted prices provided by brokers or venders. As for bonds, fair value is based on the quoted market price if available, reasonably estimated amounts (using the Discounted Cash Flow method and other methods of valuation), or the quoted prices provided by brokers or venders.

As for corporate bonds issued through private offerings, the fair value is based on reasonably estimated amounts which are calculated according to the Discounted Cash Flow method. The price-determining variables include the default rates based on each credit rating, recovery rates and other variables. The estimates for the valuations of some securitized products are calculated according to the prices calculated by the Discounted Cash Flow method, using variables such as default rates, recovery rates, pre-payment rates, discount rates and other variables, or the quoted prices provided by brokers or venders, or both.

Concerning floating-rate Japanese government bonds which are rarely traded in the current market, the Bank continues to determine that market prices are not deemed as fair value, and that the fair value of these bonds is based on reasonably estimated amounts at the end of the period, which are calculated according to the Discounted Cash Flow method. The price-determining variables include the yield of Japanese government bonds, swaption volatilities and other variables.

As for investments for “Partnership” and “Limited Partnership” (“Investments in Partnership and Others”), fair value is based on the share of NAV which is valued assets of “Partnership” or “Limited Partnership,” if available.

Relevant notes about the fair value of securities of each classification are described in section 15. Fair Value of Securities.

(7) Loans and Bills Discounted

The carrying value of Loans and Bills Discounted with floating rates approximates the fair value since they are repriced reflecting market interest fluctuations within a short period, unless the creditworthiness of the debtors has been revised. Accordingly, the carrying value is deemed to be the fair value. As for Loans and Bills Discounted with fixed rates, the fair value is calculated according to the Discounted Cash Flow method. The price-determining variables include the default rates based on each credit rating, recovery rates, and other variables. As for mortgages, the fair value is calculated according to the Discounted Cash Flow method. The price-determining variables include the default rates, recovery rates, pre-payment rates and other variables.

As for Loans and Bills Discounted to doubtful debtors and others, the reserves for those assets are provided by the amount not expected to be recovered based on the present value of expected future cash flows or the recovery amount of collateral and guarantee. Accordingly, the carrying values net of the reserve approximate the fair value.

As for Loans and Bills Discounted without stated maturity for which credit is extended up to the value of the collateral assets, the carrying value is deemed to approximate the fair value, taking into account expected maturities, interest rates and other terms.

Liabilities**(1) Deposits**

With respect to demand deposits, the amounts payable on demand as of the consolidated balance sheet date (the carrying value) are estimated at fair value. Time deposits are calculated according to the Discounted Cash Flow method, and these discount rates are the currently-applied deposit rates. Some contractual terms are short-term (1 year or less), and fair value approximates the carrying value.

(2) Negotiable Certificates of Deposit

These contractual terms are short-term (1 year or less), and fair value approximates the carrying value.

(3) Debentures

As for Debentures, fair value is based on the quoted market price if available, or calculated according to the Discounted Cash Flow method. The price-determining variable of this method is the rate which would be applied if a similar debenture was issued.

(4) Call Money and Bills Sold, (5) Payables under Repurchase Agreements, (7) Short-term Entrusted Funds

These contractual terms are short-term (1 year or less), and the fair value approximates the carrying value.

(6) Borrowed Money

The carrying value of Borrowed Money with floating rates approximates the fair value since it is repriced reflecting market interest rate fluctuations within a short period (1 year or less), unless the creditworthiness of the Bank and its consolidated subsidiaries has changed. Accordingly, the carrying value is deemed to be the fair value. Some contractual terms are short-term (1 year or less), and the fair value approximates the carrying value.

Derivative Instruments

Derivative instruments include interest rate-related derivative instruments (interest rate swaps and others) and currency-related derivative instruments (currency swaps and others). The fair value is based on the closing price at the exchange, a discounted net present value model, an option pricing model or other models as appropriate. The accrual method of hedge accounting, as specifically permitted for certain interest rate swaps, is valued with the valuation of hedged items, so that the fair value is included in the fair value of Loans and Bills Discounted and other items.

Relevant notes regarding the fair value of derivative instruments are described in section 17. Fair Value of Derivative Instruments.

(Note 2) The following table lists Consolidated Balance Sheet Amount of financial instruments, the fair value of which is extremely difficult to determine:

“Assets (6) Other Securities” in Disclosures Regarding the Fair Value of Financial Instruments and Other Items excludes the transactions listed in the table below.

As of September 30, 2013	Millions of Yen	Millions of U.S. Dollars
Unlisted Stocks and Others (*1) (*2)	¥245,860	\$2,515
Bonds (*3)	4,875	50
Investments in Partnership and Others (*4)	257,278	2,632
Total	¥508,015	\$5,197

(*1) Unlisted Stocks and Others are excluded from “Disclosures Regarding the Fair Value of Financial Instruments and Other Items,” since there are no market prices and their fair value is extremely difficult to determine.

2. The amount of revaluation losses for the period was ¥154 million (\$2 million) on Unlisted Stocks and Others.

3. Out of Bonds (including foreign bonds), real estate backed bonds, which are extremely difficult to estimate cash flow and to determine fair value, are excluded from “Disclosures Regarding the Fair Value of Financial Instruments and Other Items.”

4. Out of Investments in Partnership and Others, certain “Partnership” or “Limited Partnership” whose fair value is extremely difficult to determine are excluded from “Disclosures Regarding the Fair Value of Financial Instruments and Other Items.”

As of September 30, 2012	Millions of Yen
Unlisted Stocks and Others (*1) (*2)	¥223,288
Bonds (*3)	35,749
Investments in Partnership and Others (*4)	259,174
Total	¥518,213

(*1) 1. Unlisted Stocks and Others are excluded from "Disclosures Regarding the Fair Value of Financial Instruments and Other Items," since there are no market prices and their fair value is extremely difficult to determine.

2. The amount of revaluation losses for the period was ¥3,107 million on Unlisted Stocks and Others.

3. Out of Bonds (including foreign bonds), real estate backed bonds, which are extremely difficult to estimate cash flow and to determine fair value, are excluded from "Disclosures Regarding the Fair Value of Financial Instruments and Other Items." With respect to doubtful bonds, the Bank has set aside Reserve for Possible Loan Losses of ¥6,555 million, in accordance with the Bank's internal rules.

4. Out of Investments in Partnership and Others, certain "Partnership" or "Limited Partnership" whose fair value is extremely difficult to determine are excluded from "Disclosures Regarding the Fair Value of Financial Instruments and Other Items."

15. Fair Value of Securities

Held-to-Maturity Debt Securities

		Millions of Yen		
As of September 30, 2013	Type	Consolidated Balance Sheet Amount	Fair Value	Difference
	Japanese Government Bonds	¥ 6,753,113	¥ 6,863,778	¥110,665
	Municipal Government Bonds	—	—	—
Transactions for	Corporate Bonds	2,901	2,917	16
Fair Value exceeding	Other	8,825,328	9,038,940	213,611
Consolidated Balance Sheet Amount	Foreign Bonds	8,793,642	9,007,151	213,508
	Other	31,686	31,788	102
	Sub total	15,581,343	15,905,636	324,292
	Japanese Government Bonds	800,686	800,075	(610)
	Municipal Government Bonds	—	—	—
Transactions for	Corporate Bonds	—	—	—
Fair Value not exceeding	Other	1,150,350	1,147,821	(2,528)
Consolidated Balance Sheet Amount	Foreign Bonds	1,139,252	1,136,724	(2,527)
	Other	11,097	11,096	(0)
	Sub total	1,951,036	1,947,897	(3,139)
	Total	¥17,532,380	¥17,853,533	¥321,153

		Millions of U.S. Dollars		
As of September 30, 2013	Type	Consolidated Balance Sheet Amount	Fair Value	Difference
	Japanese Government Bonds	\$ 69,085	\$ 70,218	\$1,133
	Municipal Government Bonds	—	—	—
Transactions for	Corporate Bonds	30	30	0
Fair Value exceeding	Other	90,285	92,470	2,185
Consolidated Balance Sheet Amount	Foreign Bonds	89,961	92,145	2,184
	Other	324	325	1
	Sub total	159,400	162,718	3,318
	Japanese Government Bonds	8,191	8,185	(6)
	Municipal Government Bonds	—	—	—
Transactions for	Corporate Bonds	—	—	—
Fair Value not exceeding	Other	11,768	11,742	(26)
Consolidated Balance Sheet Amount	Foreign Bonds	11,655	11,629	(26)
	Other	113	113	(0)
	Sub total	19,959	19,927	(32)
	Total	\$179,359	\$182,645	\$3,286

Note: The above analysis of Held-to-Maturity Debt Securities includes Securities and trust beneficiary interests in Monetary Claims Bought in the consolidated balance sheet.

		Millions of Yen		
As of September 30, 2012	Type	Consolidated Balance Sheet Amount	Fair Value	Difference
	Japanese Government Bonds	¥ 7,565,354	¥ 7,786,741	¥ 221,386
	Municipal Government Bonds	—	—	—
Transactions for	Corporate Bonds	—	—	—
Fair Value exceeding	Other	6,334,660	6,492,149	157,488
Consolidated Balance Sheet Amount	Foreign Bonds	6,324,014	6,481,468	157,453
	Other	10,645	10,681	35
	Sub total	13,900,015	14,278,890	378,875
	Japanese Government Bonds	—	—	—
	Municipal Government Bonds	—	—	—
Transactions for	Corporate Bonds	—	—	—
Fair Value not exceeding	Other	1,715,686	1,703,480	(12,205)
Consolidated Balance Sheet Amount	Foreign Bonds	1,712,781	1,700,575	(12,205)
	Other	2,904	2,904	—
	Sub total	1,715,686	1,703,480	(12,205)
	Total	¥15,615,702	¥15,982,371	¥366,669

Note: The above analysis of Held-to-Maturity Debt Securities includes Securities and trust beneficiary interests in Monetary Claims Bought in the consolidated balance sheet.

Other Securities

		Millions of Yen		
As of September 30, 2013	Type	Consolidated Balance Sheet Amount	Acquisition Cost	Difference
	Stocks	¥ 430,455	¥ 221,759	¥ 208,695
	Bonds	4,816,114	4,683,697	132,417
	Japanese Government Bonds	4,798,891	4,666,573	132,318
	Municipal Government Bonds	1,996	1,941	55
Transactions for	Corporate Bonds	15,225	15,182	43
Consolidated Balance Sheet Amount	Other	19,883,069	18,923,703	959,365
exceeding Acquisition Cost	Foreign Bonds	12,283,793	11,913,164	370,628
	Foreign Stocks	25,854	18,459	7,395
	Investment Trusts	7,435,847	6,864,649	571,198
	Other	137,573	127,430	10,143
	Sub total	25,129,639	23,829,161	1,300,478
	Stocks	34,815	38,878	(4,063)
	Bonds	1,110,632	1,110,955	(322)
	Japanese Government Bonds	1,051,131	1,051,160	(28)
	Municipal Government Bonds	69	69	(0)
Transactions for	Corporate Bonds	59,431	59,724	(293)
Consolidated Balance Sheet Amount	Other	5,762,589	6,006,844	(244,254)
not exceeding Acquisition Cost	Foreign Bonds	2,905,168	2,968,430	(63,261)
	Foreign Stocks	—	—	—
	Investment Trusts	2,550,759	2,730,601	(179,842)
	Other	306,660	307,812	(1,151)
	Sub total	6,908,037	7,156,678	(248,640)
	Total	¥32,037,677	¥30,985,839	¥1,051,838

Notes to the Consolidated Financial Statements (Unaudited)

		Millions of U.S. Dollars		
As of September 30, 2013	Type	Consolidated Balance Sheet Amount	Acquisition Cost	Difference
	Stocks	\$ 4,404	\$ 2,269	\$ 2,135
	Bonds	49,270	47,915	1,355
	Japanese Government Bonds	49,094	47,740	1,354
	Municipal Government Bonds	21	20	1
Transactions for	Corporate Bonds	155	155	0
Consolidated Balance Sheet Amount exceeding Acquisition Cost	Other	203,407	193,593	9,814
	Foreign Bonds	125,665	121,874	3,791
	Foreign Stocks	265	189	76
	Investment Trusts	76,070	70,226	5,844
	Other	1,407	1,304	103
	Sub total	257,081	243,777	13,304
	Stocks	356	398	(42)
	Bonds	11,362	11,365	(3)
	Japanese Government Bonds	10,753	10,753	(0)
	Municipal Government Bonds	1	1	(0)
Transactions for	Corporate Bonds	608	611	(3)
Consolidated Balance Sheet Amount not exceeding Acquisition Cost	Other	58,952	61,451	(2,499)
	Foreign Bonds	29,720	30,368	(648)
	Foreign Stocks	—	—	—
	Investment Trusts	26,095	27,934	(1,839)
	Other	3,137	3,149	(12)
	Sub total	70,670	73,214	(2,544)
	Total	\$327,751	\$316,991	\$10,760

Notes: 1. The above analysis of Other Securities includes Securities, negotiable certificates of deposit disclosed as Cash and Due from Banks and trust beneficiary interests in Monetary Claims Bought in the consolidated balance sheet.
2. Investment Trusts include Japanese trusts and foreign trusts.

		Millions of Yen		
As of September 30, 2012	Type	Consolidated Balance Sheet Amount	Acquisition Cost	Difference
	Stocks	¥ 192,627	¥ 129,213	¥ 63,413
	Bonds	6,144,907	6,035,564	109,342
	Japanese Government Bonds	6,127,179	6,018,048	109,131
	Municipal Government Bonds	1,896	1,836	60
Transactions for	Corporate Bonds	15,831	15,680	150
Consolidated Balance Sheet Amount exceeding Acquisition Cost	Other	15,556,326	14,746,266	810,059
	Foreign Bonds	8,888,629	8,544,159	344,469
	Foreign Stocks	16,718	14,379	2,338
	Investment Trusts	6,552,397	6,094,262	458,135
	Other	98,581	93,464	5,116
	Sub total	21,893,860	20,911,045	982,815
	Stocks	99,184	123,421	(24,237)
	Bonds	2,926,616	2,927,410	(794)
	Japanese Government Bonds	2,857,770	2,857,913	(142)
	Municipal Government Bonds	34	34	(0)
Transactions for	Corporate Bonds	68,810	69,462	(651)
Consolidated Balance Sheet Amount not exceeding Acquisition Cost	Other	3,945,849	4,544,644	(598,795)
	Foreign Bonds	1,040,939	1,176,555	(135,616)
	Foreign Stocks	—	—	—
	Investment Trusts	2,565,407	3,025,779	(460,372)
	Other	339,502	342,308	(2,805)
	Sub total	6,971,650	7,595,476	(623,826)
	Total	¥28,865,511	¥28,506,521	¥358,989

Notes: 1. The above analysis of Other Securities includes Securities, negotiable certificates of deposit disclosed as Cash and Due from Banks and trust beneficiary interests in Monetary Claims Bought in the consolidated balance sheet.
2. Investment Trusts include Japanese trusts and foreign trusts.

Securities Recognized for Revaluation Loss

Securities other than those for trading purposes and those whose fair value is difficult to determine, are revalued to their fair value, and the difference between the acquisition cost (and other) and the fair value is treated as a realized loss for the six months ended September 30, 2013 and 2012 (“revaluation loss”), if the fair value has significantly deteriorated from the acquisition cost (and other), and unless a recovery in the fair value is deemed probable.

The amount of revaluation loss for the six months ended September 30, 2013 was ¥387 million (\$4 million) including ¥7 million (\$0 million) on Foreign Bonds and ¥379 million (\$4 million) on Other.

The amount of revaluation loss for the six months ended September 30, 2012 was ¥11,337 million including ¥7,507 million on Stocks, ¥105 million on Foreign Bonds, ¥3,687 million on Investment Trusts and ¥36 million on Other.

The criteria for determining whether the securities’ fair value has “significantly deteriorated” are outlined as follows:

Securities whose fair values are equal to or less than 50% of their acquisition costs (and other)

Securities whose fair values remain between 50% (exclusive) and 70% (inclusive) of their acquisition costs (and other) for a certain period

16. Fair Value of Money Held in Trust

Other Money Held in Trust (Money Held in Trust other than that for trading purposes or held-to-maturity)

	Millions of Yen				
	Consolidated Balance Sheet Amount	Acquisition Cost	Difference	Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost	Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost
As of September 30, 2013					
Other Money Held in Trust	¥5,964,987	¥5,715,164	¥249,822	¥252,200	¥2,377

	Millions of U.S. Dollars				
	Consolidated Balance Sheet Amount	Acquisition Cost	Difference	Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost	Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost
As of September 30, 2013					
Other Money Held in Trust	\$61,023	\$58,467	\$2,556	\$2,580	\$24

Note: “Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost” and “Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost” are gross valuation of the difference between the acquisition cost and the consolidated balance sheet amount presented in “Difference.”

	Millions of Yen				
	Consolidated Balance Sheet Amount	Acquisition Cost	Difference	Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost	Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost
As of September 30, 2012					
Other Money Held in Trust	¥6,564,058	¥6,276,304	¥287,753	¥310,205	¥22,451

Note: “Transactions for Consolidated Balance Sheet Amount exceeding Acquisition Cost” and “Transactions for Consolidated Balance Sheet Amount not exceeding Acquisition Cost” are gross valuation of the difference between the acquisition cost and the consolidated balance sheet amount presented in “Difference.”

17. Fair Value of Derivative Instruments

(1) Derivative Instruments not accounted for as hedges

Regarding the derivative instruments which are not accounted for as hedge transactions, Contract Amount or Notional Amount, Fair Value and Unrealized Gain or Loss for each type of derivative transactions, respectively, at the consolidated balance sheet date, and determination of fair value are as follows.

Contract Amount or Notional Amount does not show by itself market risk of derivative instruments.

Interest Rate-Related Derivative Instruments

	Millions of Yen				Millions of U.S. Dollars			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2013								
Exchange-traded Transactions								
Interest Rate Futures:								
Sold	¥ —	¥ —	¥ —	¥ —	\$ —	\$ —	\$ —	\$ —
Purchased	—	—	—	—	—	—	—	—
Interest Rate Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Over-the-counter Transactions								
Forward Rate Agreements:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Interest Rate Swaps:								
Rec.: Fix.-Pay.: Flt.	268,149	209,434	8,401	8,401	2,743	2,143	86	86
Rec.: Flt.-Pay.: Fix.	269,436	206,360	(7,511)	(7,511)	2,756	2,111	(77)	(77)
Rec.: Flt.-Pay.: Flt.	2,000	—	0	0	20	—	0	0
Interest Rate Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Other:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Total	¥ /	¥ /	¥ 890	¥ 890	\$ /	\$ /	\$ 9	\$ 9

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at the Tokyo Financial Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

	Millions of Yen			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2012				
Exchange-traded Transactions				
Interest Rate Futures:				
Sold	¥ —	¥ —	¥ —	¥ —
Purchased	—	—	—	—
Interest Rate Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Over-the-counter Transactions				
Forward Rate Agreements:				
Sold	—	—	—	—
Purchased	—	—	—	—
Interest Rate Swaps:				
Rec.: Fix.-Pay.: Flt.	285,861	239,941	11,214	11,214
Rec.: Flt.-Pay.: Fix.	289,926	240,698	(10,655)	(10,655)
Rec.: Flt.-Pay.: Flt.	11,000	2,000	(0)	(0)
Interest Rate Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Other:				
Sold	—	—	—	—
Purchased	—	—	—	—
Total	¥ /	¥ /	¥ 557	¥ 557

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at the Tokyo Financial Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

Currency-Related Derivative Instruments

	Millions of Yen				Millions of U.S. Dollars			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2013								
Exchange-traded Transactions								
Currency Futures:								
Sold	¥ —	¥ —	¥ —	¥ —	\$ —	\$ —	\$ —	\$ —
Purchased	—	—	—	—	—	—	—	—
Currency Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Over-the-counter Transactions								
Currency Swaps								
Sold	—	—	—	—	—	—	—	—
Forwards:								
Sold	623,964	—	3,628	3,628	6,383	—	37	37
Purchased	1,291,313	4,887	1,224	1,224	13,210	50	13	13
Currency Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Other:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Total	¥ /	¥ /	¥4,853	¥4,853	\$ /	\$ /	\$50	\$50

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

Fair value is determined based on the discounted net present value model.

	Millions of Yen			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2012				
Exchange-traded Transactions				
Currency Futures:				
Sold	¥ —	¥ —	¥ —	¥ —
Purchased	—	—	—	—
Currency Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Over-the-counter Transactions				
Currency Swaps				
Sold	—	—	—	—
Forwards:				
Sold	387,208	679	4,847	4,847
Purchased	471,492	679	(7,198)	(7,198)
Currency Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Other:				
Sold	—	—	—	—
Purchased	—	—	—	—
Total	¥ /	¥ /	¥(2,351)	¥(2,351)

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

Fair value is determined based on the discounted net present value model.

Stock-Related Derivative Instruments

	Millions of Yen				Millions of U.S. Dollars			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2013								
Exchange-traded Transactions								
Equity Price Index Futures:								
Sold	¥ —	¥ —	¥ —	¥ —	\$ —	\$ —	\$ —	\$ —
Purchased	—	—	—	—	—	—	—	—
Equity Price Index Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Over-the-counter Transactions								
Equity Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Equity Price Index Swaps:								
Rec.: Stock Index	—	—	—	—	—	—	—	—
Pay.: Flt. Rate	—	—	—	—	—	—	—	—
Rec.: Flt. Rate	—	—	—	—	—	—	—	—
Pay.: Stock Index	—	—	—	—	—	—	—	—
Other:								
Sold	—	—	—	—	—	—	—	—
Purchased	1,000	1,000	—	—	10	10	—	—
Total	¥ /	¥ /	¥ —	¥ —	\$ /	\$ /	\$ —	\$ —

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at Tokyo Stock Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

3. Derivative instruments without a fair value included in "Over-the-counter Transactions, Other" are valued at cost.

	Millions of Yen			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2012				
Exchange-traded Transactions				
Equity Price Index Futures:				
Sold	¥ —	¥ —	¥ —	¥ —
Purchased	—	—	—	—
Equity Price Index Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Over-the-counter Transactions				
Equity Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Equity Price Index Swaps:				
Rec.: Stock Index	—	—	—	—
Pay.: Flt. Rate	—	—	—	—
Rec.: Flt. Rate	—	—	—	—
Pay.: Stock Index	—	—	—	—
Other:				
Sold	—	—	—	—
Purchased	1,000	1,000	—	—
Total	¥ /	¥ /	¥ —	¥ —

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at Tokyo Stock Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

3. Derivative instruments without a fair value included in "Over-the-counter Transactions, Other" are valued at cost.

Bond-Related Derivative Instruments

	Millions of Yen				Millions of U.S. Dollars			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2013								
Exchange-traded Transactions								
Bond Futures:								
Sold	¥ 572	¥ —	¥ (3)	¥ (3)	\$ 6	\$ —	\$(0)	\$(0)
Purchased	2,161	—	0	0	22	—	0	0
Bond Futures Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Over-the-counter Transactions								
Bond Options:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Other:								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Total	¥ /	¥ /	¥ (3)	¥ (3)	\$ /	\$ /	\$(0)	\$(0)

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at Tokyo Stock Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on an option pricing model or other models as appropriate.

	Millions of Yen			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2012				
Exchange-traded Transactions				
Bond Futures:				
Sold	¥17,736	¥ —	¥(26)	¥(26)
Purchased	11,409	—	11	11
Bond Futures Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Over-the-counter Transactions				
Bond Options:				
Sold	—	—	—	—
Purchased	—	—	—	—
Other:				
Sold	—	—	—	—
Purchased	—	—	—	—
Total	¥ /	¥ /	¥(14)	¥(14)

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations.

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at Tokyo Stock Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on an option pricing model or other models as appropriate.

Commodities-Related Derivative Instruments

The Bank and its consolidated subsidiaries held no commodities-related derivative instruments as of September 30, 2013 and 2012.

Credit Derivative Instruments

	Millions of Yen				Millions of U.S. Dollars			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2013								
Over-the-counter Transactions								
Credit Default Swaps:								
Sold	¥ —	¥ —	¥ —	¥ —	\$ —	\$ —	\$ —	\$ —
Purchased	—	—	—	—	—	—	—	—
Other:								
Sold	—	—	—	—	—	—	—	—
Purchased	12,500	12,500	—	—	128	128	—	—
Total	¥ /	¥ /	¥ —	¥ —	\$ /	\$ /	\$ —	\$ —

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. As for derivative transactions which are listed on "Other" of "Over-the-counter Transactions," the fair value and unrealized gain/loss are excluded from the consolidated balance sheet and the consolidated statement of operations, since there are no market prices and their fair value is extremely difficult to determine.

2. Determination of fair value:

Fair value is determined based on the discounted net present value model.

3. "Sold" and "Purchased" indicate assumption and transfer of credit risk, respectively.

	Millions of Yen			
	Contract Amount or Notional Amount	Over 1 Year	Fair Value	Unrealized Gain/Loss
As of September 30, 2012				
Over-the-counter Transactions				
Credit Default Swaps:				
Sold	¥ —	¥ —	¥ —	¥ —
Purchased	—	—	—	—
Other:				
Sold	—	—	—	—
Purchased	12,500	12,500	—	—
Total	¥ /	¥ /	¥ —	¥ —

Notes: 1. Derivative instruments are revalued to fair value. Changes in fair value are included in the consolidated statement of operations. As for derivative transactions which are listed on "Other" of "Over-the-counter Transactions," the fair value and unrealized gain/loss are excluded from the consolidated balance sheet and the consolidated statement of operations, since there are no market prices and their fair value is extremely difficult to determine.

2. Determination of fair value:

Fair value is determined based on the discounted net present value model.

3. "Sold" and "Purchased" indicate assumption and transfer of credit risk, respectively.

(2) Derivative Instruments accounted for as hedges

Regarding the derivative instruments which are accounted for as hedge transactions, Contract Amount or Notional Amount, and Fair Value for each type of derivative transactions, respectively, at the consolidated balance sheet date, and determination of fair value are as follows.

Contract Amount or Notional Amount does not show by itself market risk of derivative instruments.

Interest Rate-Related Derivative Instruments

As of September 30, 2013

Method of Hedges	Type of Derivative Instruments	Hedged Items	Millions of Yen			Millions of U.S. Dollars		
			Contract Amount or Notional Amount	Over 1 Year	Fair Value	Contract Amount or Notional Amount	Over 1 Year	Fair Value
The Deferral Method	Interest Rate Swaps (Rec.: Fix.-Pay.: Flt.)	Debentures	¥2,880,000	¥2,880,000	¥ 10,782	\$29,463	\$29,463	\$ 110
	Interest Rate Swaps (Rec.: Flt.-Pay.: Fix.)	Yen-denominated Securities, Deposits and Others	3,618,478	3,610,170	(76,735)	37,018	36,933	(785)
The Accrual Method	Interest Rate Swaps (Rec.: Flt.-Pay.: Fix.)	Loans and Bills Discounted, Yen-denominated Securities and Others	143,994	142,775	Note 3	1,473	1,461	Note 3
Total			¥ /	¥ /	¥(65,952)	\$ /	\$ /	\$(675)

Notes: 1. Primarily, the Bank applies the deferral method of hedge accounting which is described in "Accounting and Auditing Treatment relating to the Adoption of 'Accounting for Financial Instruments' for Banks," issued by the Japanese Institute of Certified Public Accountants ("JICPA"), (JICPA Industry Audit Committee Report No. 24).

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at the Tokyo Financial Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

3. The accrual method of hedge accounting, as specifically permitted for certain interest rate swaps, is valued with the valuation of hedged items, so that the fair value is included in the fair value of Loans and Bills Discounted and other items (ref: 14. Financial Instruments "Disclosures Regarding the Fair Value of Financial Instruments and Other Items").

As of September 30, 2012

Method of Hedges	Type of Derivative Instruments	Hedged Items	Millions of Yen		
			Contract Amount or Notional Amount	Over 1 Year	Fair Value
The Deferral Method	Interest Rate Swaps (Rec.: Fix.-Pay.: Flt.)	Debentures	¥2,280,000	¥1,980,000	¥ 15,562
	Interest Rate Swaps (Rec.: Flt.-Pay.: Fix.)	Yen-denominated Securities, Deposits and Others	3,580,324	3,111,922	(152,312)
The Accrual Method	Interest Rate Swaps (Rec.: Flt.-Pay.: Fix.)	Loans and Bills Discounted, Yen-denominated Securities and Others	141,494	140,525	Note 3
Total			¥ /	¥ /	¥(136,750)

Notes: 1. Primarily, the Bank applies the deferral method of hedge accounting which is described in "Accounting and Auditing Treatment relating to the Adoption of 'Accounting for Financial Instruments' for Banks," issued by the Japanese Institute of Certified Public Accountants ("JICPA"), (JICPA Industry Audit Committee Report No. 24).

2. Determination of fair value:

The fair value of exchange-traded derivative instruments is based on closing prices at the Tokyo Financial Exchange or other relevant exchanges. The fair value of over-the-counter traded derivative instruments is determined based on a discounted net present value model, an option pricing model or other models as appropriate.

3. The accrual method of hedge accounting, as specifically permitted for certain interest rate swaps, is valued with the valuation of hedged items, so that the fair value is included in the fair value of Loans and Bills Discounted and other items (ref: 14. Financial Instruments "Disclosures Regarding the Fair Value of Financial Instruments and Other Items").

Currency-Related Derivative Instruments

As of September 30, 2013

Method of Hedges	Type of Derivative Instruments	Hedged Items	Millions of Yen			Millions of U.S. Dollars		
			Contract Amount or Notional Amount	Over 1 Year	Fair Value	Contract Amount or Notional Amount	Over 1 Year	Fair Value
The Deferral Method	Currency Swaps	Foreign Currency Denominated Securities and Others	¥11,429,252	¥5,827,439	¥ 79,140	\$116,923	\$59,616	\$ 810
	Forex Forward		6,240,309	—	39,629	63,839	—	405
Total			¥ /	¥ /	¥118,769	\$ /	\$ /	\$1,215

Notes: 1. Primarily, the Bank applies the deferral method of hedge accounting which is described in "Accounting and Auditing Treatment relating to Accounting for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Audit Committee Report No. 25).

2. Determination of fair value:

Fair value is determined based on the discounted net present value model.

As of September 30, 2012

Method of Hedges	Type of Derivative Instruments	Hedged Items	Millions of Yen		
			Contract Amount or Notional Amount	Over 1 Year	Fair Value
The Deferral Method	Currency Swaps	Foreign Currency Denominated Securities and Others	¥8,611,771	¥1,294,657	¥104,647
	Forex Forward		5,823,059	—	50,946
Total			¥ /	¥ /	¥155,593

Notes: 1. Primarily, the Bank applies the deferral method of hedge accounting which is described in "Accounting and Auditing Treatment relating to Accounting for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Audit Committee Report No. 25).

2. Determination of fair value:

Fair value is determined based on the discounted net present value model.

Stock-Related Derivative Instruments

The Bank and its consolidated subsidiaries held no Stock-Related Derivative Instruments as of September 30, 2013 and 2012.

Bond-Related Derivative Instruments

The Bank and its consolidated subsidiaries held no Bond-Related Derivative Instruments as of September 30, 2013 and 2012.

18. The Norinchukin Bank (Parent Company)**(1) Non-consolidated Balance Sheet (Unaudited)**

	Millions of Yen			Millions of U.S. Dollars
	September 30		March 31	September 30
	2013	2012	2013	2013
Assets				
Cash and Due from Banks	¥ 7,332,468	¥ 1,395,673	¥4,403,890	\$ 75,013
Call Loans	603,675	1,012,542	1,527,128	6,176
Receivables under Resale Agreements	255,241	—	—	2,611
Receivables under Securities Borrowing Transactions	18,138	2,496,722	—	186
Monetary Claims Bought	167,088	188,566	179,373	1,709
Trading Assets	8,753	45,943	36,602	90
Money Held in Trust	5,971,055	6,588,129	6,891,232	61,085
Securities	49,900,359	44,813,230	50,072,352	510,490
Loans and Bills Discounted	16,983,794	16,237,851	16,127,677	173,747
Foreign Exchange Assets	144,481	127,877	268,750	1,478
Other Assets	796,681	472,212	1,248,265	8,150
Tangible Fixed Assets	104,565	115,762	107,435	1,070
Intangible Fixed Assets	27,165	36,652	32,187	278
Customers' Liabilities for Acceptances and Guarantees	132,485	138,570	142,169	1,355
Reserve for Possible Loan Losses	(168,187)	(168,543)	(170,847)	(1,721)
Reserve for Possible Investment Losses	(4,075)	(7,481)	(5,120)	(42)
Total Assets	¥82,273,690	¥73,493,710	¥80,861,096	\$841,675
Liabilities and Net Assets				
Liabilities				
Deposits	¥48,788,359	¥43,372,637	¥47,456,419	\$499,114
Negotiable Certificates of Deposit	3,181,760	2,028,618	2,397,290	32,550
Debentures	4,307,322	4,858,349	4,619,200	44,065
Call Money	624,398	553,101	452,214	6,388
Payables under Repurchase Agreements	11,574,633	7,640,730	12,349,745	118,411
Payables under Securities Lending Transactions	17,270	13,868	6,129	177
Trading Liabilities	7,804	10,686	10,139	80
Borrowed Money	1,855,987	1,704,907	1,772,106	18,987
Foreign Exchange Liabilities	25	16	78	0
Short-term Entrusted Funds	4,639,776	6,163,289	4,235,124	47,466
Other Liabilities	1,195,606	1,832,053	1,263,850	12,231
Reserve for Bonus Payments	5,293	5,216	5,382	54
Reserve for Retirement Benefits	10,213	7,438	10,084	105
Reserve for Directors' Retirement Benefits	691	616	722	7
Deferred Tax Liabilities	340,893	137,551	395,295	3,487
Deferred Tax Liabilities for Land Revaluation	9,811	12,165	10,158	100
Acceptances and Guarantees	132,485	138,570	142,169	1,355
Total Liabilities	76,692,334	68,479,820	75,126,111	784,577
Net Assets				
Paid-in Capital	3,425,909	3,425,909	3,425,909	35,048
Capital Surplus	25,020	25,020	25,020	256
Retained Earnings	1,170,169	1,119,206	1,104,386	11,971
Total Owners' Equity	4,621,099	4,570,136	4,555,316	47,275
Net Unrealized Gains on Other Securities, net of taxes	990,509	513,903	1,267,564	10,133
Net Deferred Losses on Hedging Instruments, net of taxes	(47,070)	(93,085)	(105,620)	(482)
Revaluation Reserve for Land, net of taxes	16,818	22,935	17,723	172
Total Valuation and Translation Adjustments	960,256	443,752	1,179,667	9,823
Total Net Assets	5,581,355	5,013,889	5,734,984	57,098
Total Liabilities and Net Assets	¥82,273,690	¥73,493,710	¥80,861,096	\$841,675

(2) Non-consolidated Statement of Operations (Unaudited)

	Millions of Yen			Millions of U.S. Dollars
	Six Months ended September 30	Year ended March 31	Six Months ended September 30	
	2013	2012	2013	2013
Income				
Interest Income:	¥452,771	¥370,657	¥634,759	\$4,632
Interest on Loans and Bills Discounted	33,943	37,817	74,967	347
Interest and Dividends on Securities	409,973	327,541	540,622	4,194
Fees and Commissions	6,393	6,228	13,543	66
Trading Income	26	250	485	0
Other Operating Income	82,615	55,029	113,702	845
Other Income	70,484	114,500	210,469	721
Total Income	612,292	546,666	972,961	6,264
Expenses				
Interest Expenses:	282,195	289,550	589,693	2,887
Interest on Deposits	16,353	16,860	34,559	167
Fees and Commissions	6,118	5,365	11,605	63
Trading Expenses	316	247	224	3
Other Operating Expenses	115,475	34,821	132,795	1,181
General and Administrative Expenses	60,176	59,842	116,565	616
Other Expenses	5,861	16,311	34,737	60
Total Expenses	470,143	406,139	885,623	4,810
Income before Income Taxes	142,149	140,527	87,337	1,454
Income Taxes — Current	263	7,136	94	2
Income Taxes — Deferred	26,002	6,518	(19,595)	266
Total Income Taxes	26,265	13,655	(19,501)	268
Net Income	¥115,883	¥126,871	¥106,839	\$1,186