

Composition of Capital Disclosure (Non-Consolidated)

The Norinchukin Bank

As of June 30, 2013

(millions of yen, %)

Items		Amounts excluded under transitional arrangements	Basel III Template No.
Common Equity Tier 1 Capital: instruments and reserves			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	4,555,984		1a+2-26
of which: capital and capital surplus	3,400,930		1a
of which: retained earnings	1,155,054		2
of which: cash dividends to be paid	-		26
of which: other than the above	-		
Valuation and translation adjustments and other disclosed reserves	-	745,376	3
Total of items included in Common Equity Tier 1 capital: instruments and reserves under phase-out arrangements	-		
Common Equity Tier 1 capital: instruments and reserves (A)	4,555,984		6
Common Equity Tier 1 capital: regulatory adjustments			
Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	-	21,208	8+9
of which: goodwill (net of related tax liability, including those equivalent)	-	-	8
of which: other intangible assets other than goodwill and mortgage servicing rights (net of related tax liability)	-	21,208	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	10
Deferred gains or losses on derivatives under hedge accounting	-	▲ 22,729	11
Shortfall of eligible provisions to expected losses	-	28,592	12
Securitisation gain on sale	-	-	13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	14
Defined-benefit pension fund net assets (prepaid pension costs)	-	-	15
Investments in own shares (excluding those reported in the Net assets section)	-	-	16
Reciprocal cross-holdings in common equity	-	-	17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	-	-	18
Amount exceeding the 10% threshold on specified items	-	-	19+20+21
of which: significant investments in the common stock of financials	-	-	19
of which: mortgage servicing rights	-	-	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	21
Amount exceeding the 15% threshold on specified items	-	-	22
of which: significant investments in the common stock of financials	-	-	23
of which: mortgage servicing rights	-	-	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		27
Common Equity Tier 1 capital: regulatory adjustments (B)	-		28
Common Equity Tier 1 capital (CET1)			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	4,555,984		29

Additional Tier 1 capital: instruments			
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	49,000		31a
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	-		32
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		
Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	899		33+35
Total of items included in Additional Tier 1 capital: instruments under phase-out arrangements	▲ 13		
of which: Amounts of counted in to base instruments of Additional Tier1 by transitional arrangements that related valuation and translation adjustments	▲ 13		
Additional Tier 1 capital: instruments (D)	49,886		36
Additional Tier 1 capital: regulatory adjustments			
Investments in own Additional Tier 1 instruments	-	-	37
Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	38
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-	-	39
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	36,418	40
Total of items included in Additional Tier 1 capital: regulatory adjustments under phase-out arrangements	14,296		
of which: 50% of balance due to pay of eligible provisions	14,296		
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		42
Additional Tier 1 capital: regulatory adjustments (E)	14,296		43
Additional Tier 1 capital (AT1)			
Additional Tier 1 capital (AT1) ((D)-(E)) (F)	35,590		44
Tier 1 capital (T1=CET1+AT1)			
Tier 1 capital (T1=CET1+AT1) ((C)+(F)) (G)	4,591,575		45
Tier 2 capital: instruments and provisions			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	-		
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	-		46
Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		
Eligible Tier 2 capital instruments under phase-out arrangements included in Tier 2: instruments and provisions	1,382,406		47+49
Total of general allowance for credit losses and eligible provisions included in Tier 2	12		50
of which: general allowance for possible loan losses	12		50a
of which: eligible provisions	-		50b
Total of items included in Tier 2 capital: instruments and provisions under phase-out arrangements	474,792		
of which: Amounts of counted in to base item of Additional Tier1 under phase-out arrangements that related valuation and translation adjustments	474,792		
Tier 2 capital: instruments and provisions (H)	1,857,211		51

Tier 2 capital: regulatory adjustments			
Investments in own Tier 2 instruments	-	-	52
Reciprocal cross-holdings in Tier 2 instruments	-	-	53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-	-	54
Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-	55
Total of items included in Tier 2 capital: regulatory adjustments under phase-out arrangements	14,296		
of which: 50% of balance due to pay of eligible provisions	14,296		
Tier 2 capital: regulatory adjustments (I)	14,296		57
Tier 2 capital (T2)			
Tier 2 capital (T2) ((H)-(I) (J)	1,842,915		58
Total capital (TC=T1+T2)			
Total capital (TC=T1+T2) ((G) + (J) (K)	6,434,490		59
Risk weighted assets			
Total of items included in risk weighted assets under phase-out arrangements	88,487		
of which: intangibles assets other than mortgage servicing rights	21,208		
of which: Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	67,278		
Risk weighted assets (L)	27,068,323		60
Capital Ratio (non-consolidated)			
Common Equity Tier 1 capital ratio (non-consolidated) ((C)/(L))	16.83%		61
Tier 1 capital ratio (non-consolidated)((G)/(L))	16.96%		62
Total capital ratio (non-consolidated)((K)/(L))	23.77%		63
Regulatory Adjustments			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	493,876		72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	64,259		73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-		74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	-		75
Provisions included in Tier 2 capital: instruments and provisions			
Provisions (general reserve for possible loan losses)	12		76
Cap on inclusion of provisions (general reserve for possible loan losses)	84		77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	-		78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	149,996		79
Capital instruments subject to phase-out arrangements			
Current cap on Additional Tier 1 instruments subject to phase-out arrangements	899		82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	99		83
Current cap on Tier 2 instruments subject to phase-out arrangements	1,382,406		84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	153,600		85