

Financial Statements for the Third Quarter of Fiscal 2013

Name : **The Norinchukin Bank**

(URL <http://www.nochubank.or.jp/>)

Name of the President: Yoshio Kono, President & Chief Executive Officer

The Person Responsible for Inquiries : Shinichiro Nakano, General Manager of Financial Planning & Control Division

(Note) Amounts less than one million Yen are rounded down.

1 Consolidated Financial Results for the Third Quarter of Fiscal 2013

(for the nine months ended December 31, 2013)

(1) Consolidated Results of Operations (Accumulated Period)

(Percentage represents change from the corresponding period of the preceding year)

	Ordinary Income		Ordinary Profits		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
3Q Fiscal 2013	855,160	5.9	168,998	9.5	134,082	(4.7)
3Q Fiscal 2012	807,897	0.3	154,369	9.9	140,691	26.6

(Note) Comprehensive Income for 3Q Fiscal 2013 99,718 millions of Yen (81.9%) for 3Q Fiscal 2012 550,444 millions of Yen 92.8%

(2) Consolidated Financial Conditions

	Total Assets	Total Net Assets	Net Assets Ratio (Note)
	Millions of Yen	Millions of Yen	%
3Q Fiscal 2013	86,463,836	5,815,975	6.7
Fiscal 2012	81,496,808	5,767,273	7.1

(Ref) Net Assets – Minority Interests for 3Q Fiscal 2013 5,809,218 millions of Yen for Fiscal 2012 5,760,912 millions of Yen

(Note) Net Assets Ratio is computed by dividing (Net Assets – Minority Interests) by Total Assets.

Net Assets Ratio above is not the one calculated on the formula found in Notification No.4 of the Financial Services Agency and the Ministry of Agriculture, Forestry and Fisheries (Standards for Judging the Soundness of management of the Norinchukin Bank).

※ Notes

(1) Changes in Significant Subsidiaries during the Period

(Changes in specified subsidiaries in accordance with changes in the scope of consolidation) : None

(2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements

: None

(3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements

- ① Changes in Accounting Policies due to revisions of Accounting Standards : None
- ② Changes in Accounting Policies other than ① above : None
- ③ Changes in Accounting Estimates : None
- ④ Restatements : None

2 Non-consolidated Financial Results for the Third Quarter of Fiscal 2013

(for the nine months ended December 31, 2013)

(1) Non-consolidated Results of Operations (Accumulated Period)

(Percentage represents change from the corresponding period of the preceding year)

	Ordinary Income		Ordinary Profits		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
3Q Fiscal 2013	839,093	6.0	159,746	9.9	126,734	(4.5)
3Q Fiscal 2012	791,324	(0.6)	145,303	4.9	132,678	23.5

(2) Non-consolidated Financial Conditions

	Total Assets	Total Net Assets	Net Assets Ratio (Note)
	Millions of Yen	Millions of Yen	%
3Q Fiscal 2013	85,721,961	5,775,193	6.7
Fiscal 2012	80,861,096	5,734,984	7.1

(Ref) Net Assets for 3Q Fiscal 2013 5,775,193 millions of Yen for Fiscal 2012 5,734,984 millions of Yen

(Note) Net Assets Ratio is computed by dividing Net Assets by Total Assets.

Net Assets Ratio above is not the one calculated on the formula found in Notification No.4 of the Financial Services Agency and the Ministry of Agriculture, Forestry and Fisheries (Standards for Judging the Soundness of management of the Norinchukin Bank).

Note on the implementation status of the Quarterly Review Procedure

This report is out of the scope of the external auditor's quarterly review procedure which is implemented on a voluntary basis on the consolidated financial statements for the period. The quarterly review process has not been completed yet, as of the disclosure date.

Qualitative Information and Financial Statements

1 Qualitative information relating to the Financial Results for the Third Quarter of Fiscal 2013

(1) Qualitative information relating to Non-consolidated Results of Operations

The Norinchukin Bank ("the Bank") has been managing operations to secure steady accumulation of interest income, and the non-consolidated interest income of the Bank totaled to ¥235.1 billion, up ¥94.4 billion on a year-over-year basis.

The total credit cost improved by ¥4.3 billion to ¥6.1 billion in net losses on a year-over-year basis, against a backdrop of economic recovery.

As for securities investments, net gains/losses on sales were net losses of ¥33.7 billion, down ¥37.6 billion on a year-over-year basis, and the expenses of provisions and impairments for price-decline of securities and other reasons improved by ¥6.6 billion to ¥1.1 billion in net earnings on a year-over-year basis.

As a result, with all of the factors mentioned above, the Bank recorded ¥159.7 billion in Ordinary Profits, up ¥14.4 billion, and ¥126.7 billion in Net Income for the third quarter of fiscal 2013, down ¥5.9 billion on a year-over-year basis, respectively. The Bank's net operating profits stood at ¥106.6 billion.

(2) Qualitative information relating to Non-consolidated Financial Conditions

Total Assets of the Bank at the end of the period increased by ¥4,860.8 billion to ¥85,721.9 billion from the previous fiscal year-end. Total Net Assets at the end of the period increased by ¥40.2 billion to ¥5,775.1 billion from the previous fiscal year-end.

As to the balances of major accounts on the assets side, Loans and Bills Discounted at the end of the period increased by ¥1,044.9 billion to ¥17,172.6 billion from the previous fiscal year-end, and Securities at the end of the period increased by ¥3,397.3 billion to ¥53,469.6 billion from the previous fiscal year-end.

For those on the liabilities side, Deposits at the end of the period increased by ¥2,204.4 billion to ¥49,660.9 billion, and Debentures at the end of the period decreased by ¥443.9 billion to ¥4,175.2 billion from the previous fiscal year-end, respectively.

The Bank's shares in the consolidated financial statements are very high.

Consolidated Total Assets at the end of the period increased by ¥4,967.0 billion to ¥86,463.8 billion from the previous fiscal year-end. Consolidated Ordinary Profits for the period were ¥168.9 billion, up ¥14.6 billion on a year-over-year basis and consolidated Net Income for the period was ¥134.0 billion, down ¥6.6 billion on a year-over-year basis.

2 Other information

(1) Changes in Significant Subsidiaries during the Period

None

(2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements

None

(3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements of Quarterly Consolidated Financial Statements

None

3 Quarterly Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of Yen)

	As of March 31, 2013	As of December 31, 2013
(Assets)		
Loans and Bills Discounted	16,224,595	17,270,895
Foreign Exchange Assets	268,750	264,798
Securities	50,045,795	53,449,307
Money Held in Trust	6,892,281	4,940,929
Trading Assets	36,602	11,012
Monetary Claims Bought	179,373	157,727
Call Loans and Bills Bought	1,527,128	1,049,777
Receivables under Resale Agreements	-	65,538
Receivables under Securities Borrowing Transactions	-	5,557
Cash and Due from Banks	4,419,087	7,194,351
Other Assets	1,251,733	1,323,074
Tangible Fixed Assets	109,541	105,229
Intangible Fixed Assets	33,424	25,739
Deferred Tax Assets	2,119	1,765
Customers' Liabilities for Acceptances and Guarantees	688,399	780,226
Reserve for Possible Loan Losses	(175,959)	(178,579)
Reserve for Possible Investment Losses	(6,065)	(3,517)
Total Assets	81,496,808	86,463,836
(Liabilities)		
Deposits	47,442,849	49,650,692
Negotiable Certificates of Deposit	2,397,290	3,192,743
Debentures	4,606,940	4,162,726
Bonds	50,000	50,000
Trading Liabilities	10,139	6,965
Borrowed Money	1,779,106	2,081,360
Call Money and Bills Sold	452,214	539,743
Payables under Repurchase Agreements	12,349,745	12,533,506
Payables under Securities Lending Transactions	6,129	33,419
Foreign Exchange Liabilities	78	0
Short-term Entrusted Funds	4,235,124	5,026,966
Other Liabilities	1,286,866	2,149,255
Reserve for Bonus Payments	6,747	3,524
Reserve for Employees' Retirement Benefits	11,414	11,062
Reserve for Directors' Retirement Benefits	1,032	1,029
Deferred Tax Liabilities	395,295	414,867
Deferred Tax Liabilities for Land Revaluation	10,158	9,770
Acceptances and Guarantees	688,399	780,226
Total Liabilities	75,729,534	80,647,860
(Net Assets)		
Paid-in Capital	3,425,909	3,425,909
Capital Surplus	25,020	25,020
Retained Earnings	1,130,521	1,214,610
Treasury Preferred Stock	(150)	(150)
Total Owners' Equity	4,581,301	4,665,390
Net Unrealized Gains on Other Securities	1,267,652	1,160,706
Net Deferred Losses on Hedging Instruments	(105,743)	(33,587)
Revaluation Reserve for Land	17,723	16,710
Foreign Currency Transaction Adjustments	(20)	(1)
Total Accumulated Other Comprehensive Income	1,179,611	1,143,828
Minority Interests	6,361	6,757
Total Net Assets	5,767,273	5,815,975
Total Liabilities and Net Assets	81,496,808	86,463,836

(2) Consolidated Statements of Operations and Comprehensive Income

Consolidated Statement of Operations

(Millions of Yen)

	For the nine months ended December 31, 2012	For the nine months ended December 31, 2013
Ordinary Income	807,897	855,160
Interest Income	546,306	634,896
Interest on Loans and Bills Discounted	59,617	53,600
Interest and Dividends on Securities	473,880	567,368
Fees and Commissions	16,427	16,107
Trading Income	349	115
Other Operating Income	83,766	97,975
Other Ordinary Income	161,048	106,066
Ordinary Expenses	653,528	686,161
Interest Expenses	441,444	428,009
Interest on Deposits	25,505	24,105
Fees and Commissions	9,530	10,562
Trading Expenses	147	315
Other Operating Expenses	86,757	136,773
General and Administrative Expenses	97,409	95,534
Other Ordinary Expenses	18,238	14,965
Ordinary Profits	154,369	168,998
Extraordinary Profits	1,446	-
Extraordinary Losses	728	1,947
Income before Income Taxes and Minority Interests	155,087	167,050
Income Taxes - Current	2,742	1,345
Income Taxes - Deferred	11,425	31,236
Total Income Taxes	14,168	32,581
Income before Minority Interests	140,919	134,468
Minority Interests in Net Income	227	386
Net Income	140,691	134,082

Consolidated Statement of Comprehensive Income

(Millions of Yen)

	For the nine months ended December 31, 2012	For the nine months ended December 31, 2013
Income before Minority Interests	140,919	134,468
Other Comprehensive Income	409,525	(34,750)
Net Unrealized Gains (Losses) on Other Securities	450,312	(107,492)
Net Deferred Gains (Losses) on Hedging Instruments	(40,590)	71,979
Foreign Currency Transaction Adjustments	7	18
Share of Other Comprehensive Income of Affiliates accounted for by the equity method	(204)	742
Total Comprehensive Income	550,444	99,718
Attributable to:		
Owners of the Parent	550,205	99,312
Minority Interests	239	406

4 Quarterly Non-Consolidated Financial Statements

(1) Non-consolidated Balance Sheet

(Millions of Yen)

As of March 31, 2013 As of December 31, 2013

(Assets)		
Loans and Bills Discounted	16,127,677	17,172,632
Foreign Exchange Assets	268,750	264,798
Securities	50,072,352	53,469,692
Money Held in Trust	6,891,232	4,939,719
Trading Assets	36,602	11,012
Monetary Claims Bought	179,373	157,727
Call Loans	1,527,128	1,049,777
Receivables under Resale Agreements	-	65,538
Receivables under Securities Borrowing Transactions	-	5,557
Cash and Due from Banks	4,403,890	7,180,077
Other Assets	1,248,265	1,318,544
Tangible Fixed Assets	107,435	103,176
Intangible Fixed Assets	32,187	24,582
Customers' Liabilities for Acceptances and Guarantees	142,169	136,540
Reserve for Possible Loan Losses	(170,847)	(173,952)
Reserve for Possible Investment Losses	(5,120)	(3,465)
Total Assets	80,861,096	85,721,961
(Liabilities)		
Deposits	47,456,419	49,660,915
Negotiable Certificates of Deposit	2,397,290	3,192,743
Debentures	4,619,200	4,175,235
Trading Liabilities	10,139	6,965
Borrowed Money	1,772,106	2,076,360
Call Money	452,214	539,743
Payables under Repurchase Agreements	12,349,745	12,533,506
Payables under Securities Lending Transactions	6,129	33,419
Foreign Exchange Liabilities	78	0
Short-term Entrusted Funds	4,235,124	5,026,966
Other Liabilities	1,263,850	2,126,501
Reserve for Bonus Payments	5,382	2,769
Reserve for Retirement Benefits	10,084	9,738
Reserve for Directors' Retirement Benefits	722	747
Deferred Tax Liabilities	395,295	414,842
Deferred Tax Liabilities for Land Revaluation	10,158	9,770
Acceptances and Guarantees	142,169	136,540
Total Liabilities	75,126,111	79,946,767
(Net Assets)		
Paid-in Capital	3,425,909	3,425,909
Capital Surplus	25,020	25,020
Retained Earnings	1,104,386	1,181,127
Total Owners' Equity	4,555,316	4,632,057
Net Unrealized Gains on Other Securities, net of taxes	1,267,564	1,160,066
Net Deferred Losses on Hedging Instruments, net of taxes	(105,620)	(33,641)
Revaluation Reserve for Land, net of taxes	17,723	16,710
Total Valuation and Translation Adjustments	1,179,667	1,143,136
Total Net Assets	5,734,984	5,775,193
Total Liabilities and Net Assets	80,861,096	85,721,961

(2) Non-consolidated Statement of Operations

(Millions of Yen)

	For the nine months ended December 31, 2012	For the nine months ended December 31, 2013
Ordinary Income	791,324	839,093
Interest Income	544,284	633,433
Interest on Loans and Bills Discounted	56,711	50,767
Interest and Dividends on Securities	474,773	568,746
Fees and Commissions	9,640	9,698
Trading Income	349	115
Other Operating Income	82,403	96,521
Other Ordinary Income	154,646	99,324
Ordinary Expenses	646,020	679,347
Interest Expenses	441,408	427,975
Interest on Deposits	25,507	24,106
Fees and Commissions	8,205	9,052
Trading Expenses	147	315
Other Operating Expenses	86,734	136,753
General and Administrative Expenses	90,494	90,026
Other Ordinary Expenses	19,030	15,224
Ordinary Profits	145,303	159,746
Extraordinary Profits	1,427	-
Extraordinary Losses	726	1,944
Income before Income Taxes	146,004	157,802
Income Taxes - Current	2,221	206
Income Taxes - Deferred	11,104	30,861
Total Income Taxes	13,325	31,067
Net Income	132,678	126,734