

Financial Summary
for the 1st Quarter of Fiscal Year 2016

August 5, 2016

農林中央金庫

The Norinchukin Bank

Income Statement Summary

【Consolidated】

		(in JPY 100mn)		
		FY 2015	FY 2016	Change
		Apr-Jun	Apr-Jun	
1	Ordinary Income	3,831	3,990	158
2	Interest Income	3,104	2,588	(515)
3	<Interests on/Dividends from Securities>	2,903	2,395	(507)
4	<Interests on Loans>	163	152	(11)
5	Ordinary Expenses	2,238	2,570	331
6	Interest Expenses	1,654	1,927	273
7	<Expenses on Funding from Members>	822	867	44
8	General and Administrative Expenses	328	435	106
9	Ordinary Profits	1,592	1,419	(172)
10	Income before Income Taxes	1,585	1,419	(166)
11	Net Income	1,145	1,061	(83)

【Non-consolidated】

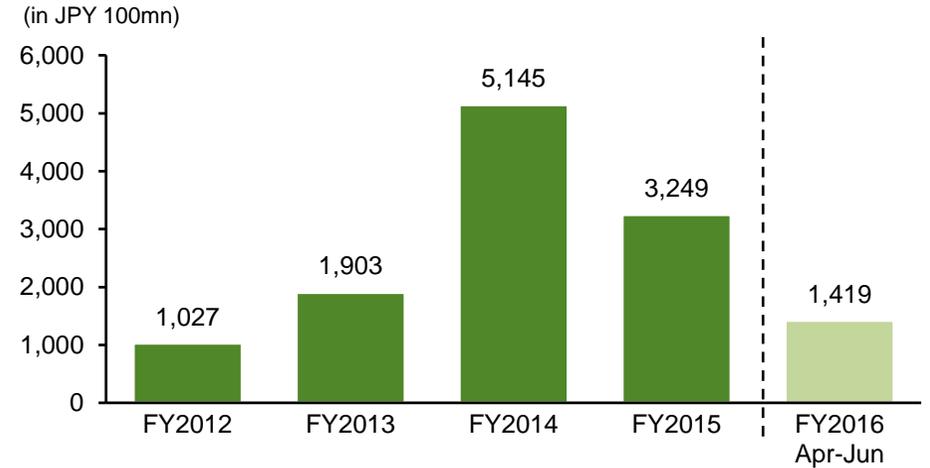
		(in JPY 100mn)		
		FY 2015	FY 2016	Change
		Apr-Jun	Apr-Jun	
12	Ordinary Profits	1,596	1,419	(177)
13	Net Income	1,156	1,069	(87)

【Reference (Non-consolidated)】

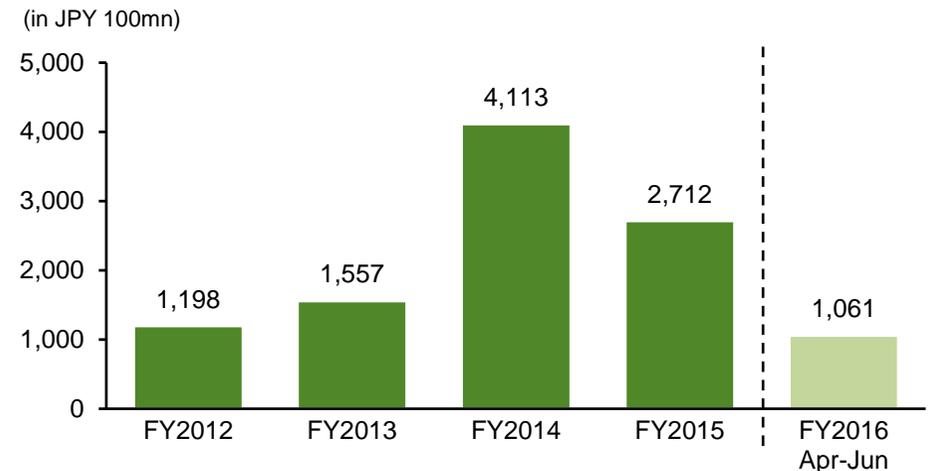
14	Gains on Sale of Securities	138	601	463
15	Losses on Sale of Securities	0	0	(0)
16	Credit-related Expenses ^(Note)	40	(44)	(85)
17	Disposal of Securities	13	3	(10)

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

Ordinary Profits over Time (Consolidated)



Net Income over Time (Consolidated)



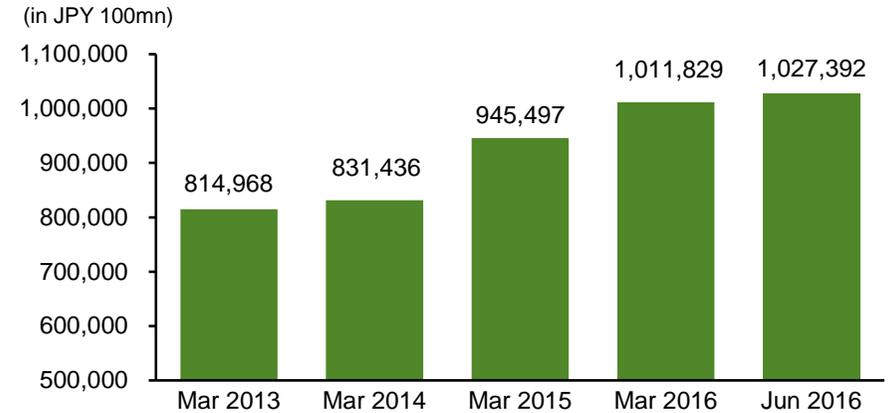
Balance Sheet Summary

【Consolidated】		(in JPY 100mn)		
		Mar 2016	Jun 2016	Change
1	Loans and Bills Discounted	180,221	140,929	(39,291)
2	Securities	583,063	564,214	(18,849)
3	Money Held in Trust	49,229	42,864	(6,365)
4	Cash and Due from Banks	150,579	241,920	91,340
5	Others	48,734	37,462	(11,271)
6	Total Assets	1,011,829	1,027,392	15,562
7	Deposits ^(Note)	602,211	639,208	36,997
8	Debentures	31,220	29,444	(1,776)
9	Payables under Repurchase Agreements	184,882	168,695	(16,186)
10	Others	121,647	119,246	(2,400)
11	Total Liabilities	939,961	956,595	16,634
12	Total Net Assets	71,867	70,796	(1,071)

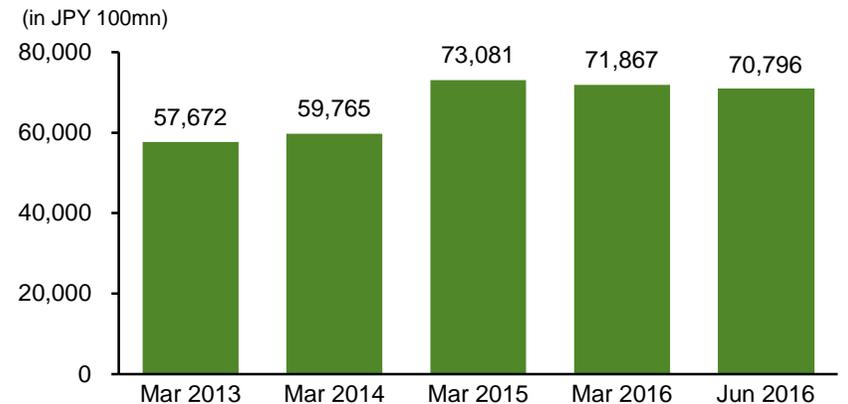
(Note) Deposits include deposits and entrusted funds (the majority are short-term funds received from members) for accounting purpose.

【Non-consolidated】		(in JPY 100mn)		
		Mar 2016	Jun 2016	Change
13	Total Assets	1,001,300	1,016,617	15,316
14	Total Liabilities	929,964	946,338	16,373
15	Total Net Assets	71,336	70,278	(1,057)
16	Gains/Losses on Revaluation of Securities	29,230	28,041	(1,188)

Total Assets over Time (Consolidated)

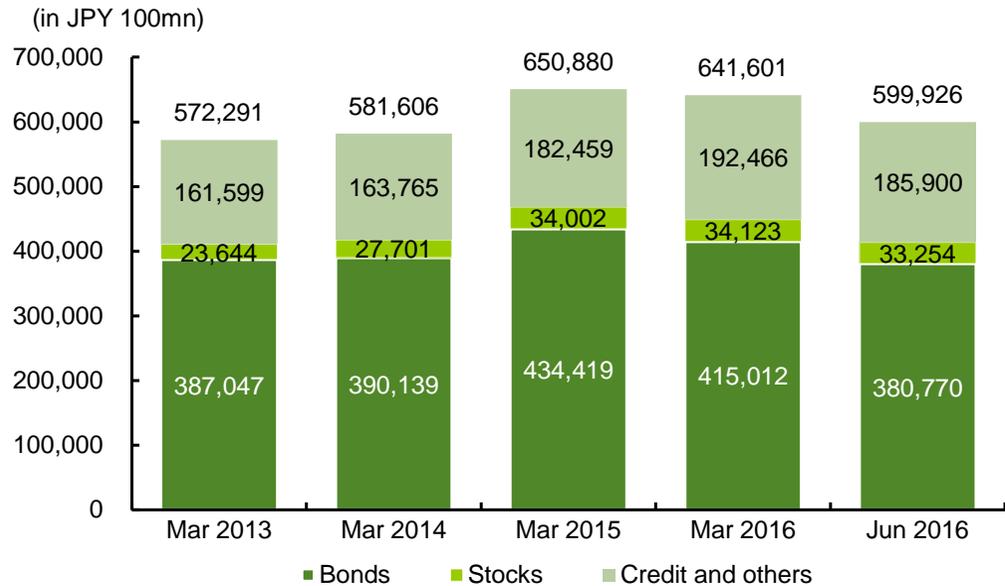


Net Assets over Time (Consolidated)

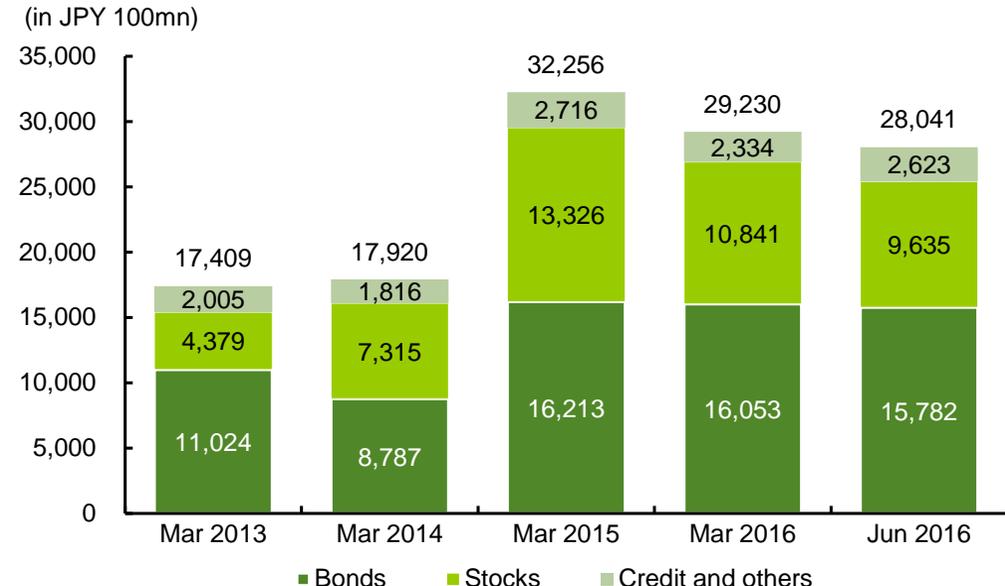


Market Investment Portfolio (Non-consolidated)

Market Investment Portfolio over Time



Net Unrealized Gains and Losses over Time



Investments in Securitized Products (Non-consolidated)

1 Investment in Securitized Products (Notes 1 & 2)

(JPY in 100mn)

	AAA	AA	A	BBB	Below BBB	Total	Change from Mar 2016	Unrealized Gains /Losses	Change from Mar 2016
1 ABS	6,890	-	-	-	-	6,890	265	▲ 18	3
2 RMBS	21,337	260	91	85	41	21,816	2,794	14	▲ 2
3 CMBS	599	-	-	-	-	599	▲ 55	▲ 120	13
4 CDO (Note 3)	20,837	223	109	-	0	21,169	▲ 197	▲ 52	28
5 Others	-	-	-	-	3	3	▲ 14	-	-
6 Total	49,665	483	200	85	45	50,479	2,793	▲ 177	43

Exposures by Currency

(JPY in 100mn)

		Change from Mar 2016	Unrealized Gains /Losses	Change from Mar 2016
1 USD	29,860	▲ 349	▲ 175	43
2 EUR	8,908	▲ 1,250	9	▲ 1
3 GBP	7,427	4,633	-	-
4 AUD	2,278	▲ 183	-	-
5 JPY	2,004	▲ 56	▲ 11	2
6 Total	50,479	2,793	▲ 177	43

2 Investment in Bonds Issued by US Housing-related GSEs (Note 4)

(JPY in 100mn)

	Exposures	Change from Mar 2016	Unrealized Gains /Losses	Change from Mar 2016
1 Agency Mortgage Bonds	10,100	▲ 2,916	490	▲ 56
2 Agency Bonds	3,727	▲ 3,753	6	▲ 4
3 Total	13,827	▲ 6,669	497	▲ 61

3 Others

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

Also the Bank does not have a balance on loans internally defined as those used mainly for LBOs nor a balance on monoline wrapped financial instruments.

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

(Note 2) The Bank does not have any exposure to sub-prime related RMBS or CDO in its investments in securitized products.

(Note 3) Includes resecuritized products (i. e. products containing at least one securitized product as an underlying asset) under the Basel capital framework totaling JPY89.5bn.

The Bank has little exposure (less than JPY0.1bn) to resecuritized products such as ABS-CDO, and CDO of CDO's.

(Note 4) The Bank has JPY2,264.7bn of mortgage-backed security bonds issued and guaranteed by Ginnie Mae, a US government-owned corporation.

As of June 30, 2016, non-consolidated basis

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