

Financial Summary
for the 1st Quarter of Fiscal Year 2017

August 4, 2017

農林中央金庫

The Norinchukin Bank

Income Statement Summary

【Consolidated】

(in JPY 100mn)

	FY 2016 Apr-Jun	FY 2017 Apr-Jun	Change
1 Ordinary Income	3,990	4,256	265
2 Interest Income	2,588	3,206	618
3 <Interests on/Dividends from Securities>	2,395	2,983	587
4 <Interests on Loans>	152	179	27
5 Ordinary Expenses	2,570	2,906	336
6 Interest Expenses	1,927	2,335	408
7 <Expenses on Funding from Members>	867	823	(43)
8 General and Administrative Expenses	435	381	(53)
9 Ordinary Profits	1,419	1,349	(70)
10 Income before Income Taxes	1,419	1,348	(70)
11 Net Income	1,061	1,045	(16)

【Non-consolidated】

(in JPY 100mn)

	FY 2016 Apr-Jun	FY 2017 Apr-Jun	Change
12 Ordinary Profits	1,419	1,325	(94)
13 Net Income	1,069	1,038	(30)

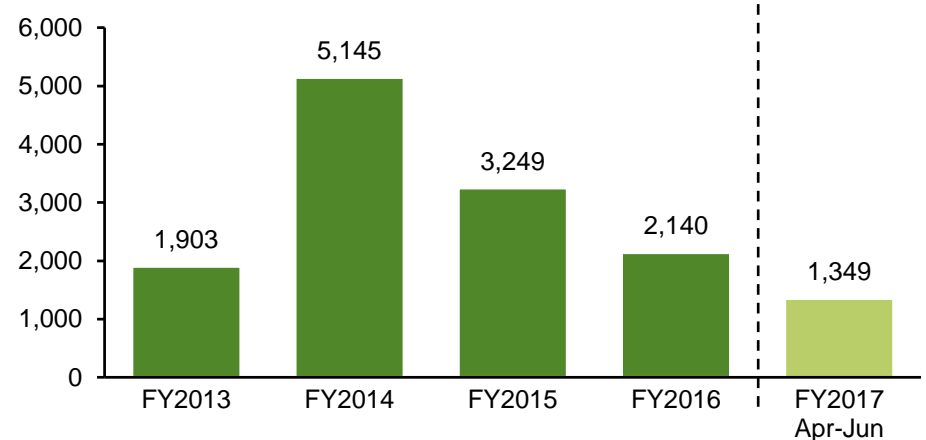
【Reference (Non-consolidated)】

14 Gains on Sale of Securities	601	322	(278)
15 Losses on Sale of Securities	0	9	9
16 Credit-related Expenses ^(Note)	(44)	(27)	16
17 Disposal of Securities	3	6	3

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

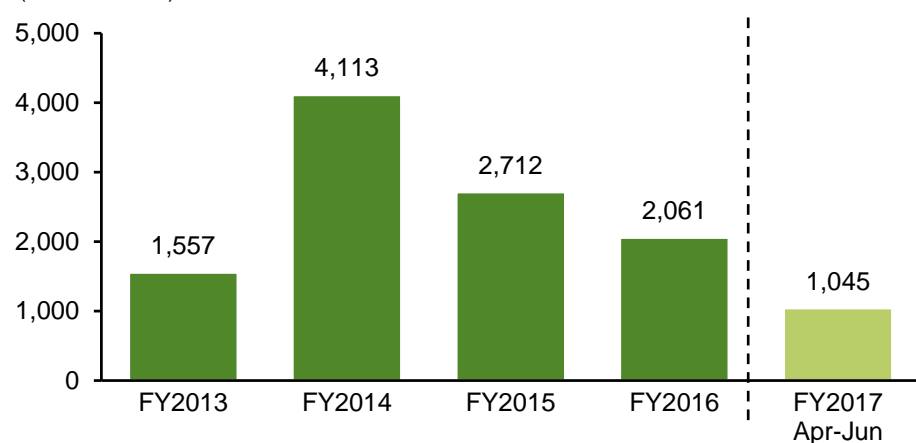
Ordinary Profits over Time (Consolidated)

(in JPY 100mn)



Net Income over Time (Consolidated)

(in JPY 100mn)



Balance Sheet Summary

【Consolidated】

(in JPY 100mn)

	Mar 2017	Jun 2017	Change
1 Loans and Bills Discounted	120,582	114,516	(6,066)
2 Securities	620,790	628,532	7,741
3 Money Held in Trust	69,836	79,360	9,524
4 Cash and Due from Banks	229,390	266,293	36,902
5 Others	30,026	34,319	4,293
6 Total Assets	1,070,627	1,123,023	52,396
7 Deposits ^(Note)	631,436	669,246	37,810
8 Debentures	24,128	22,501	(1,626)
9 Payables under Repurchase Agreements	196,450	202,982	6,532
10 Others	148,524	157,540	9,015
11 Total Liabilities	1,000,539	1,052,271	51,731
12 Total Net Assets	70,088	70,752	664

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

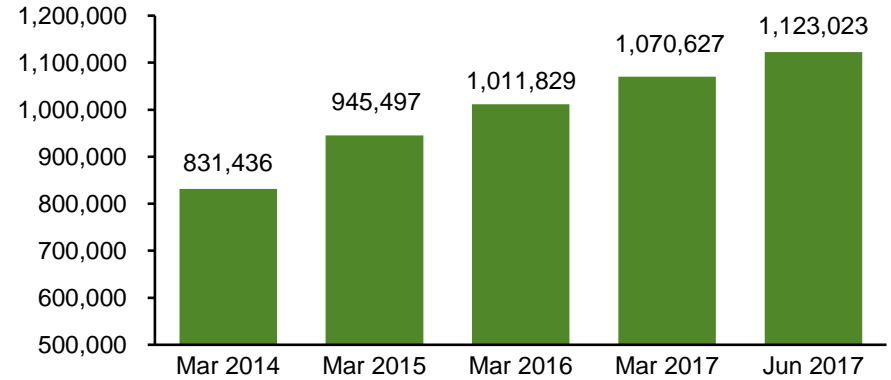
【Non-consolidated】

(in JPY 100mn)

	Mar 2017	Jun 2017	Change
13 Total Assets	1,058,124	1,110,030	51,906
14 Total Liabilities	988,733	1,039,974	51,240
15 Total Net Assets	69,390	70,055	665
16 Gains/Losses on Revaluation of Securities	21,820	22,807	986

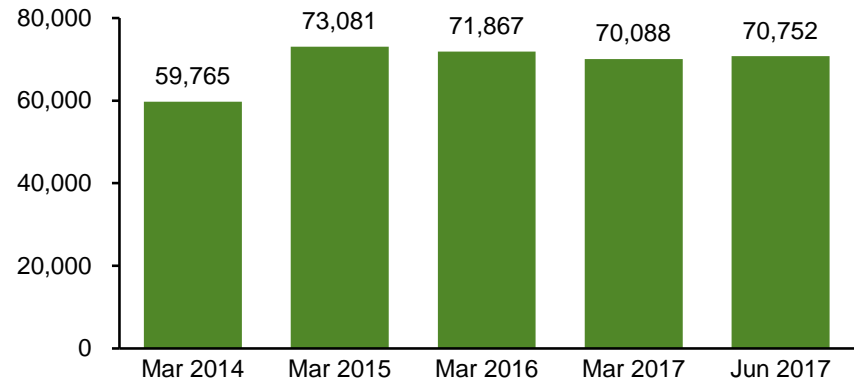
Total Assets over Time (Consolidated)

(in JPY 100mn)



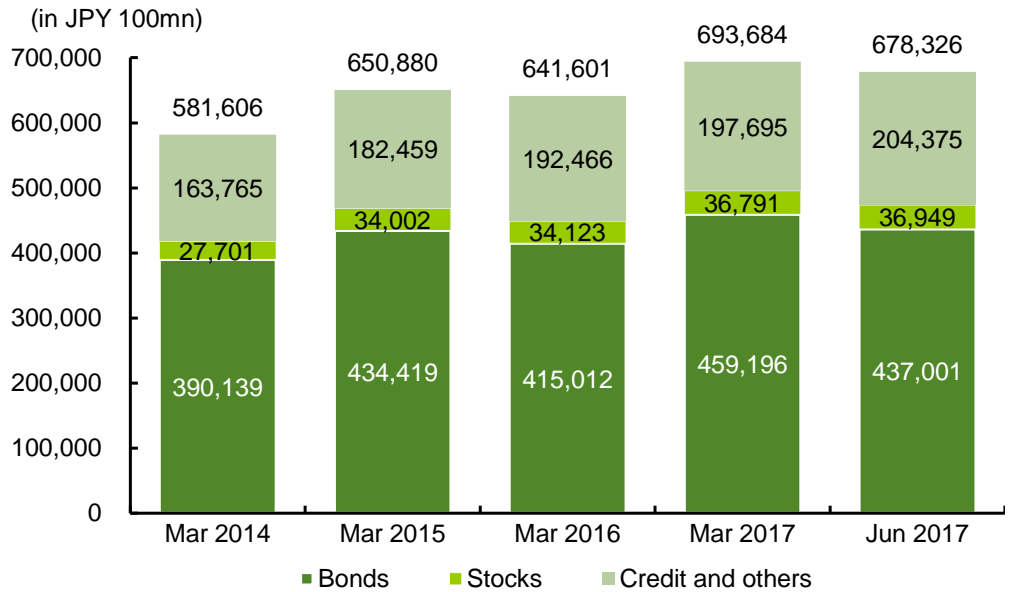
Net Assets over Time (Consolidated)

(in JPY 100mn)

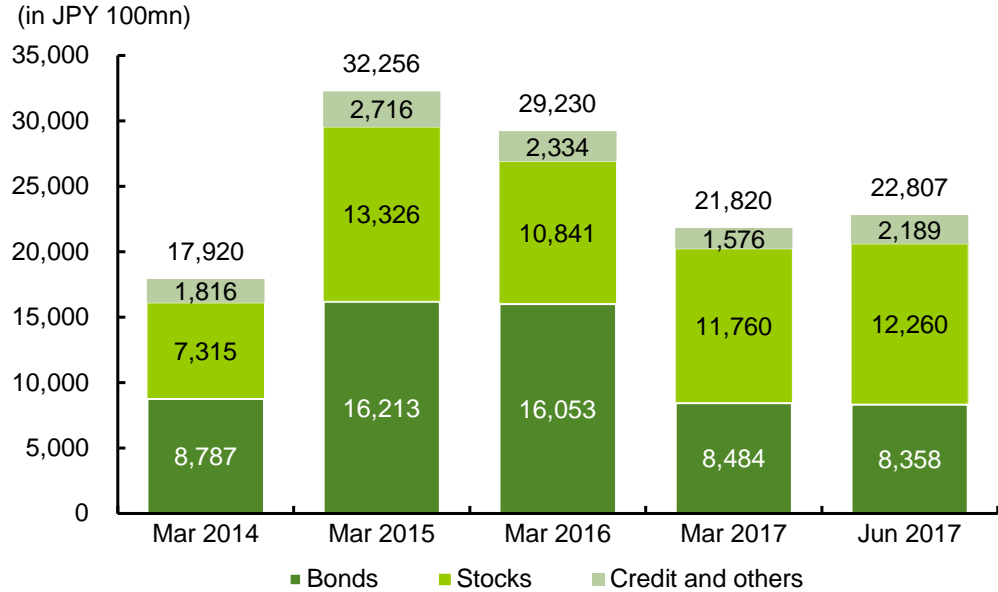


Market Investment Portfolio (Non-consolidated)

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 2017	Unrealized Gains /Losses	Change from Mar 2017
1	ABS	11,042	-	-	-	11,042	325	▲ 12	3
2	RMBS	23,265	211	100	49	23,626	265	28	27
3	CMBS	661	-	-	-	661	0	▲ 123	2
4	CDO (Note 3)	34,015	43	50	-	34,109	3,720	4	8
5	Others	-	-	-	-	0	▲ 1	-	-
6	Total	68,985	254	151	49	69,440	4,310	▲ 102	42

Exposures by Currency

		(JPY in 100mn)			
			Change from Mar 2017	Unrealized Gains /Losses	Change from Mar 2017
1	USD	41,193	2,720	▲ 120	15
2	EUR	12,623	843	25	27
3	GBP	7,158	▲ 119	-	-
4	AUD	6,484	1,022	-	-
5	JPY	1,981	▲ 156	▲ 7	▲ 0
6	Total	69,440	4,310	▲ 102	42

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

		(JPY in 100mn)			
	Exposures	Change from Mar 2017	Unrealized Gains /Losses	Change from Mar 2017	
1	Agency Mortgage Bonds	15,180	▲ 32	263	19
2	Agency Bonds	-	-	-	-
3	Total	15,180	▲ 32	263	19

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 related to them as well as it has not originated, underwritten nor traded those products.

In addition, 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 re-securitized products (i. e. products containing at least one securitized product as an underlying asset) under the Basel capital framework totaling JPY20.3bn.

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

(Note 4) The Bank has JPY5,185.4bn of mortgage-backed security bonds issued and guaranteed by Ginnie Mae, a US government-owned corporation.

As of Jun 30, 2017, non-consolidated basis

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