

※This is an updated version of the financial summary released on February 7, 2025.
Updated page : page 5 (newly added), page 7 (underlined part added) and page 9 (newly added)

Dedicated to sustaining all life.

Financial Summary for the 3rd Quarter of Fiscal Year 2024



NORINCHUKIN

February 20, 2025

Income Statement Summary

[Consolidated] (in JPY bn)

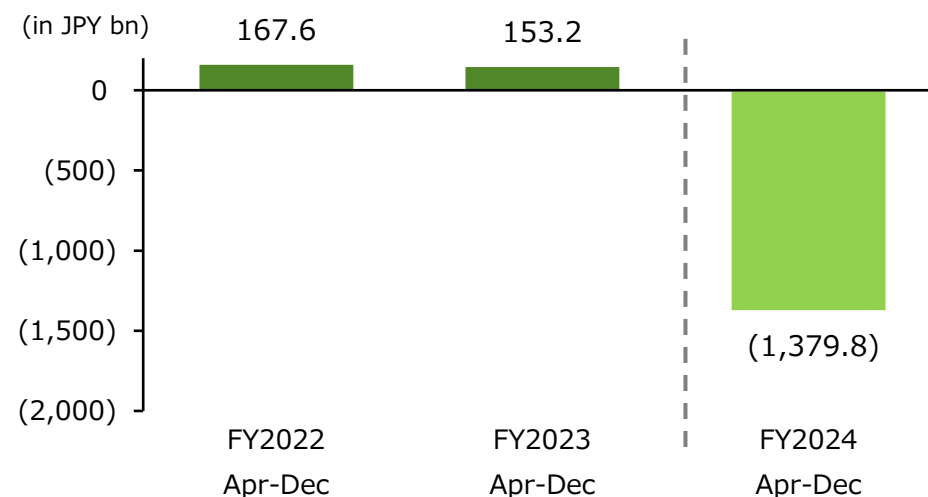
	FY2023 Apr-Dec	FY2024 Apr-Dec	Change
1 Ordinary Income	2,242.9	1,561.0	(681.8)
2 Interest Income	1,507.9	1,271.9	(236.0)
3 <Interest and Dividends on Securities>	1,131.4	786.3	(345.0)
4 <Interest on Loans and Bills Discounted>	297.9	327.8	29.9
5 Ordinary Expenses	2,089.6	2,940.8	851.1
6 Interest Expenses	1,875.7	1,806.1	(69.6)
7 <Expenses on Funding from Members>	193.0	246.3	53.2
8 General and Administrative Expenses	125.2	136.8	11.6
9 Ordinary Profits (Losses)	153.2	(1,379.8)	(1,533.0)
10 Income (Loss) before Income Taxes	204.3	(1,375.0)	(1,579.4)
11 Profit (Loss) Attributable to Owners of Parent	97.0	(1,414.5)	(1,511.5)

[Non-consolidated] (in JPY bn)

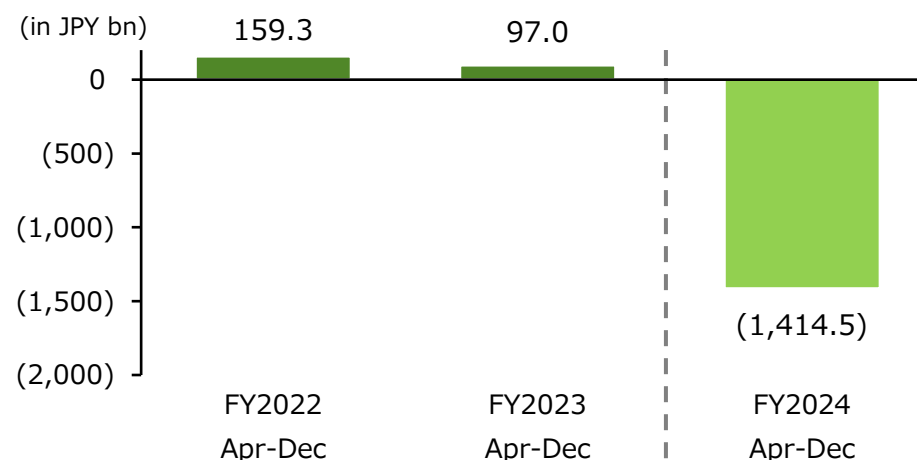
	FY2023 Apr-Dec	FY2024 Apr-Dec	Change
12 Ordinary Profits (Losses)	136.9	(1,395.1)	(1,532.0)
13 Net Income (Loss)	89.1	(1,423.5)	(1,512.6)
[Reference (Non-consolidated)]			
14 Net Gains/Losses on Sales of Securities	429.8	(705.1)	(1,135.0)
15 Net Gains (Losses) from Redemption of Investment Trusts and from Sales of Assets included in Money Held in Trust	138.7	(263.6)	(402.3)
16 Credit Costs ^(Note)	4.6	13.0	8.4
17 Write-off of Securities ^(Note)	2.4	8.8	6.3

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

Ordinary Profits (Losses) over Time (Consolidated)



Profit (Loss) Attributable to Owners of Parent over Time (Consolidated)



Balance Sheet Summary

[Consolidated]

(in JPY bn)

		Mar 2024	Dec 2024	Change
1	Loans and Bills Discounted	17,599.2	18,148.2	548.9
2	Securities	43,800.2	35,605.0	(8,195.2)
3	Money Held in Trust	10,649.7	8,626.5	(2,023.2)
4	Cash and Due from Banks	21,255.9	18,932.4	(2,323.4)
5	Others	6,499.6	6,849.5	349.8
6	Total Assets	99,804.8	88,161.8	(11,643.0)
7	Deposits ^(Note)	64,407.5	61,575.2	(2,832.2)
8	Debentures	379.5	475.6	96.1
9	Payables under Repurchase Agreements	13,215.4	6,205.6	(7,009.8)
10	Others	17,362.0	15,293.4	(2,068.5)
11	Total Liabilities	95,364.5	83,550.0	(11,814.5)
12	Total Net Assets	4,440.3	4,611.7	171.4

(Note) Deposits in this slide include deposits and entrusted funds (the majority are short-term funds received from members)

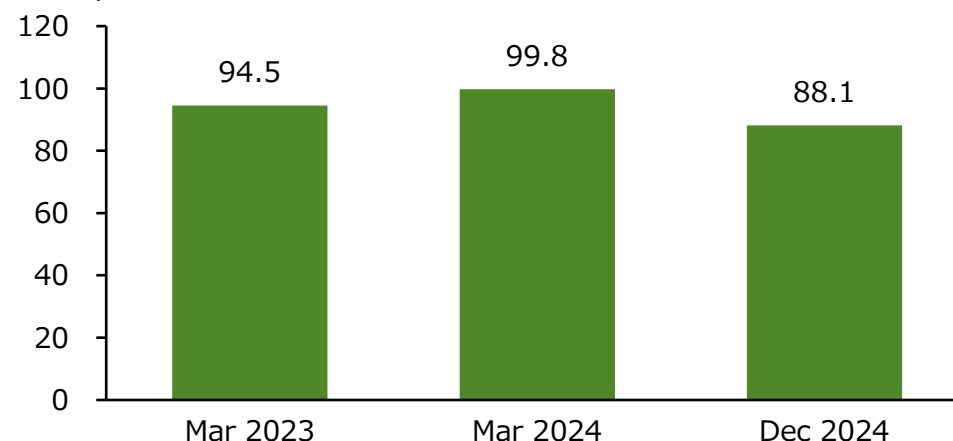
[Non-consolidated]

(in JPY bn)

		Mar 2024	Dec 2024	Change
13	Total Assets	96,416.7	84,455.0	(11,961.6)
14	Total Liabilities	92,205.1	80,110.7	(12,094.3)
15	Total Net Assets	4,211.5	4,344.2	132.6
16	Gains/Losses on Revaluation of Securities	(1,769.8)	(885.9)	883.9

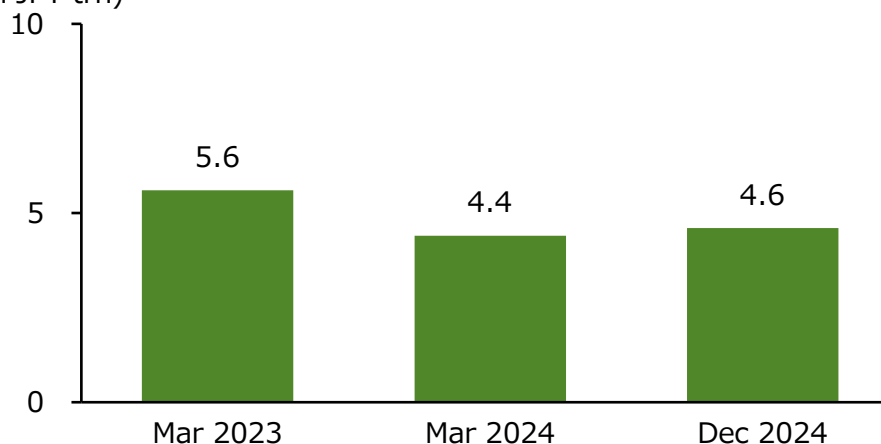
Total Assets over Time (Consolidated)

(in JPY trn)



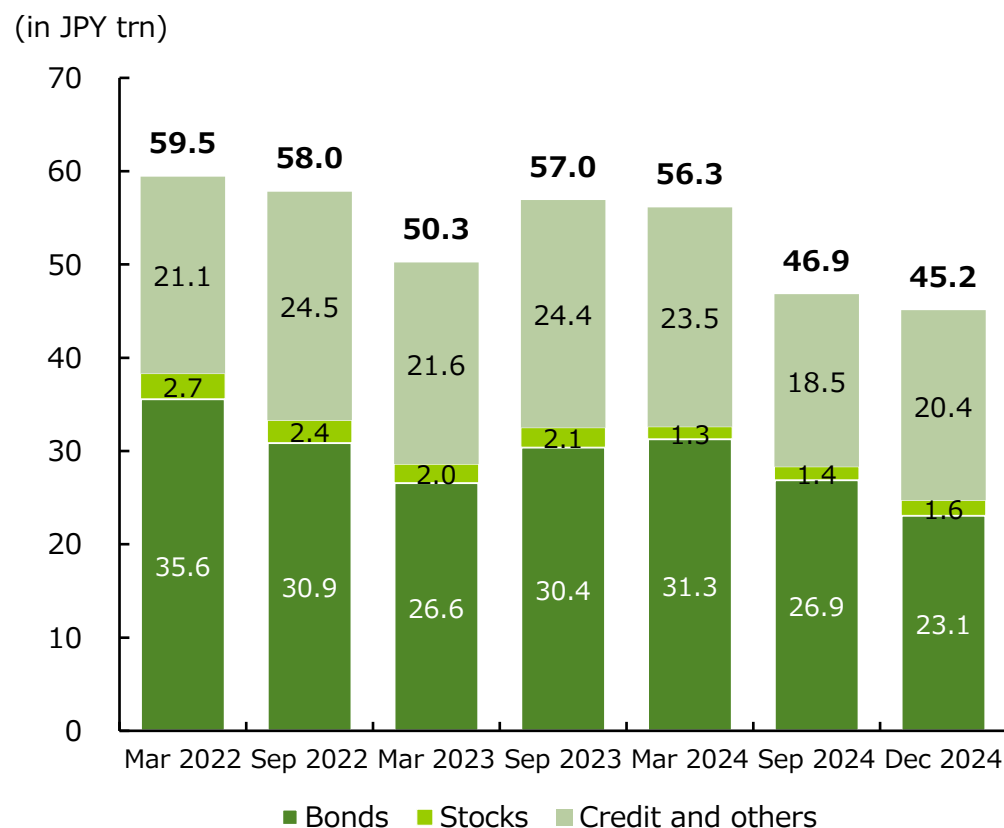
Net Assets over Time (Consolidated)

(in JPY trn)

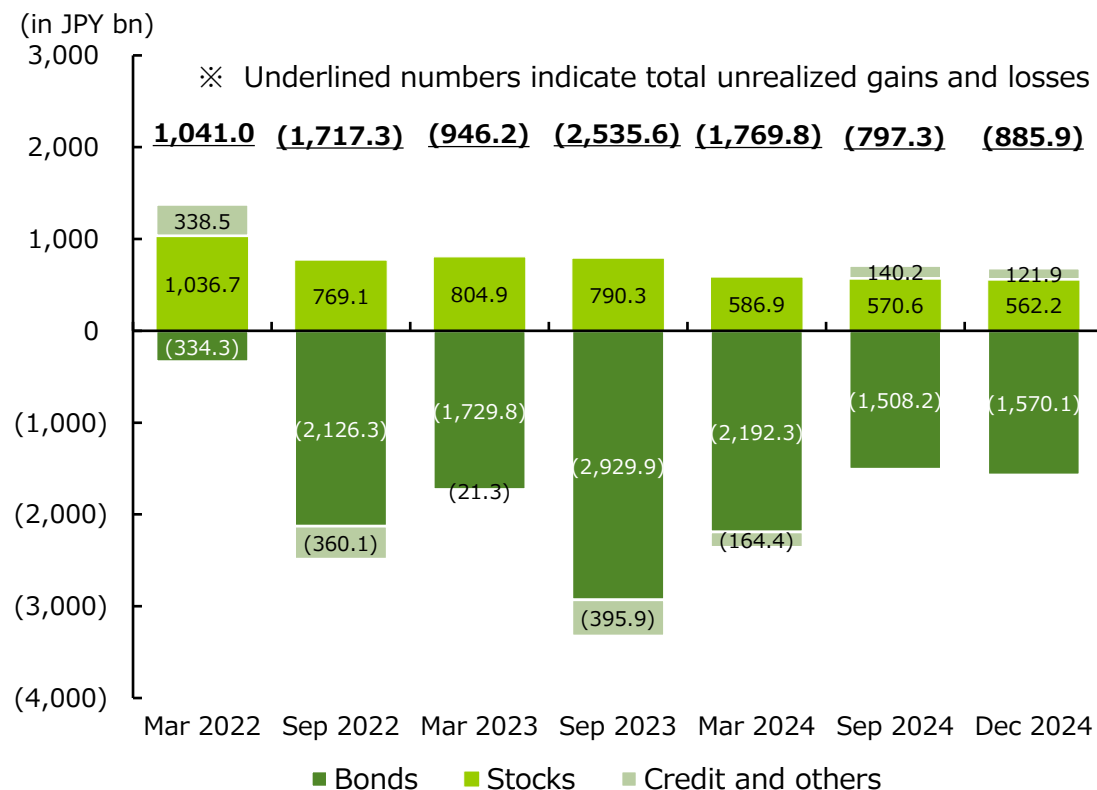


Market Investment Portfolio (Non-consolidated)

Market Investment Portfolio over Time



Net Unrealized Gains and Losses over Time

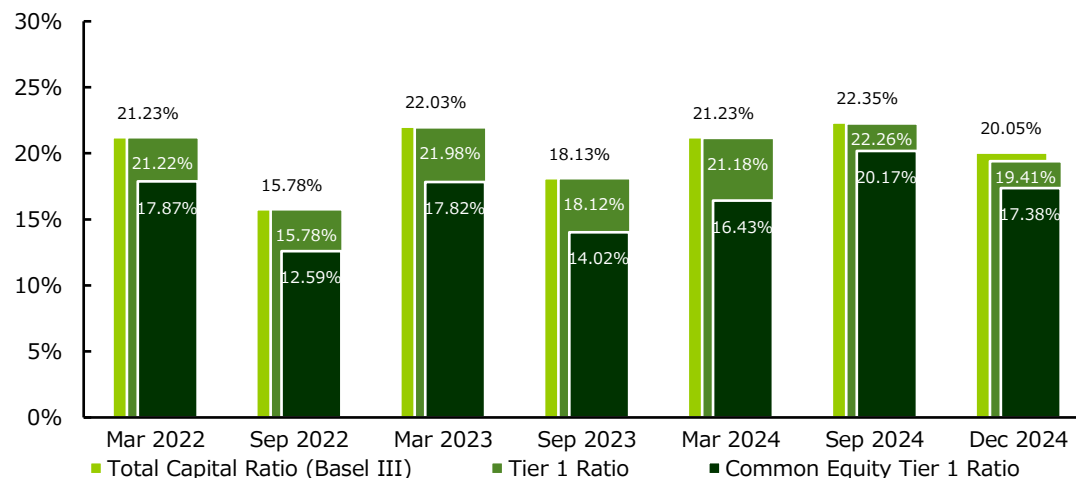


Capital Position

(in JPY bn)			
	Mar 2024	Dec 2024	Change
1 Tier 1 Capital	5,607.2	5,121.0	(486.2)
2 Common Equity Tier 1 Capital (CET1)	4,351.7	4,585.1	233.3
3 Capital Stock and Capital Surplus	4,063.5	4,799.6	736.0
4 Earned Surplus	2,151.2	740.0	(1,411.2)
5 Unrealized Gains on Other Securities	(1,813.3)	(881.3)	931.9
6 Additional Tier 1 Capital	1,255.4	535.8	(719.6)
7 Tier 2 Capital	14.2	169.5	155.2
8 Total Capital	5,621.5	5,290.5	(331.0)
9 Risk-weighted Assets	26,474.3	26,377.4	(96.8)
10 Common Equity Tier 1 Ratio	16.43%	17.38%	0.95%
11 Tier 1 Ratio	21.18%	19.41%	(1.77%)
12 Total Capital Ratio	21.23%	20.05%	(1.18%)

※All figures are consolidated and calculated under fully-loaded finalized Basel III standard

Capital Ratios over Time (Consolidated)



Leverage Ratio (Consolidated)

	Mar 2024	Dec 2024
13 Leverage Ratio (Note1)	6.85%	7.09%

(Note1) the deposit to the Bank of Japan is excluded from total exposure amount

Liquidity Ratios (Consolidated)

	FY2024	1Q	2Q	3Q	4Q
14 Liquidity Coverage Ratio (Note2)	183.7%	200.4%	219.0%	-	-

	Mar 2024	Dec 2024
15 Net Stable Funding Ratio	122.3%	135.2%

(Note2) simple averages of observations over the previous quarter

Action Plan for FY2024

Action Plan for FY2024

- The Bank has advanced its investment portfolio improvement to achieve stable profits from FY2025 onward and establish an even more robust profitability base
- The total amount of low-yielding asset sales accumulated to approximately 12.8 trillion yen by the end of December 2024.
- Loss attributable to owners of parent for full FY2024 is expected to be approximately 1.9 trillion yen, mainly due to low-yielding asset sales.

Progress

Portfolio Improvement

Selling low-yielding assets

New investment and loans

foundation

Capital Enhancement

Secured capacity for new investment and loans and support steady portfolio improvement

- ✓ Approximately 12.8 trillion yen sales of low-yielding assets made cumulatively by the end of December 2024 for future earning improvement, primarily U.S and EU government
- ✓ FY2024 3rd Quarter results recorded a loss attributable to owners of parent of 1,414.5 billion yen due to losses from the sale of low-yielding assets
- ✓ Including low-yielding asset sales in the fourth quarter, the outlook of loss attributable to owners of parent for full FY2024 is expected to be approximately 1.9 trillion yen
- ✓ The Bank invests in various asset classes, supported by improved CET1 capital.
- ✓ On September 30 2024, the Bank completed the transaction of redeeming 716.9 billion yen of its perpetual subordinated loans (AT1 capital) and issuing 736.0 billion yen of its lower-dividend rate stocks (CET1 capital), as planned
- ✓ On February 7, 2025, the Bank resolved to accept a new capital increase of 41.1 billion yen in lower-dividend rate stocks (CET1 capital) on March 31, 2025, and to increase the total issuance amount of fixed-term subordinated loan (Tier2 capital) to 642.8 billion yen during FY2024, which is an increase from its August announcement
(For details, please refer to the next page)

FY2025 onwards

“Stable profits” and “Establishing an even more robust profitability base”

Capital Enhancement

- The Bank's capital enhancement is on track with strong support from its members

CET1
Capital

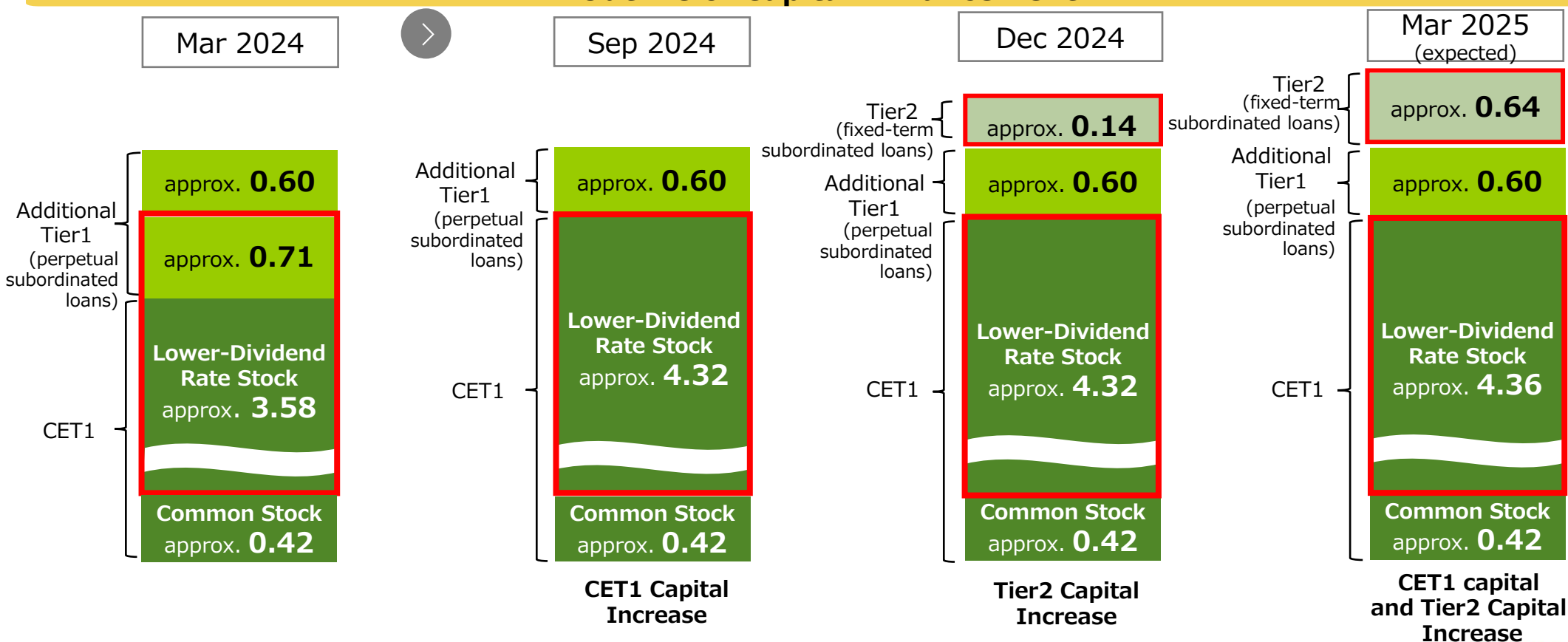
- The transaction of redeeming 716.9 billion yen of its perpetual subordinated loans (AT1 capital) and issuing 736.0 billion yen of its lower-dividend rate stocks (CET1 capital) was completed on September 30, 2024, as planned
- On February 7, 2025, the Bank resolved to accept a new capital increase of 41.1 billion yen in lower-dividend rate stocks from its members and is currently proceeding with necessary procedures toward the settlement on March 31, 2025

Tier2
Capital

- In addition, the Bank resolved to increase the total issuance amount of fixed-term subordinated loan (Tier2 capital) to its members to 642.8 billion yen(*), which is an increase from the announcement on August 1, 2024.
(*) Of which, 141.9 billion yen was issued on November 29, 2024, and 500.8billion yen is scheduled to be issued on March 28, 2025

Outline of Capital Enhancement

(in trillion yen)



Outlook for FY2025

Progress to date

Initiatives for FY2024

Portfolio improvement through selling low-yielding assets and new investment and loans

Market Environment

Policy rate cuts by foreign central banks have begun

Profitability shifted to an improving trend

Establishment of a financial recovery foundation

Outlook for FY2025

Initiatives for FY2025

New investments and loans with a strong focus on prudential soundness

(More diversified revenue source and enhanced credit portfolio)

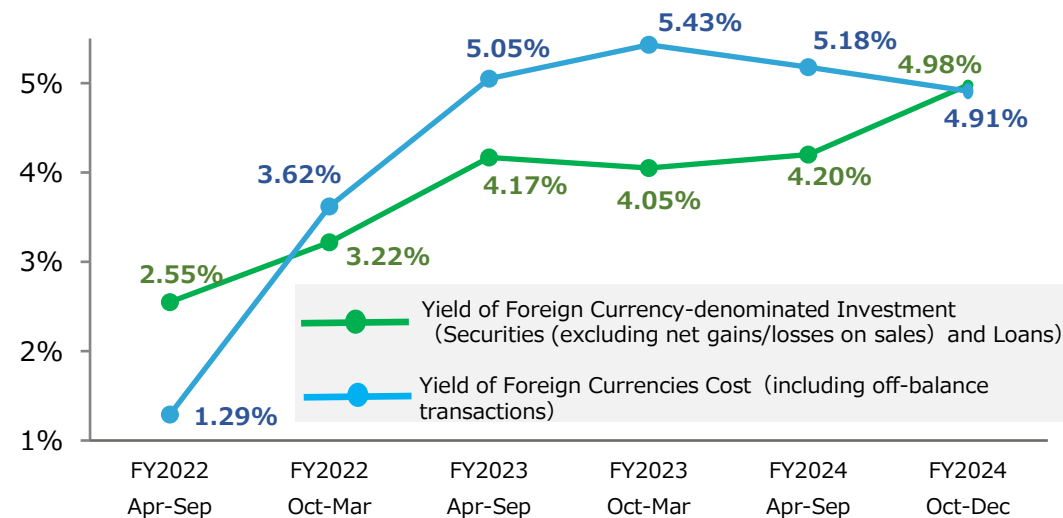
Market environment outlook

Anticipated additional monetary policy moves

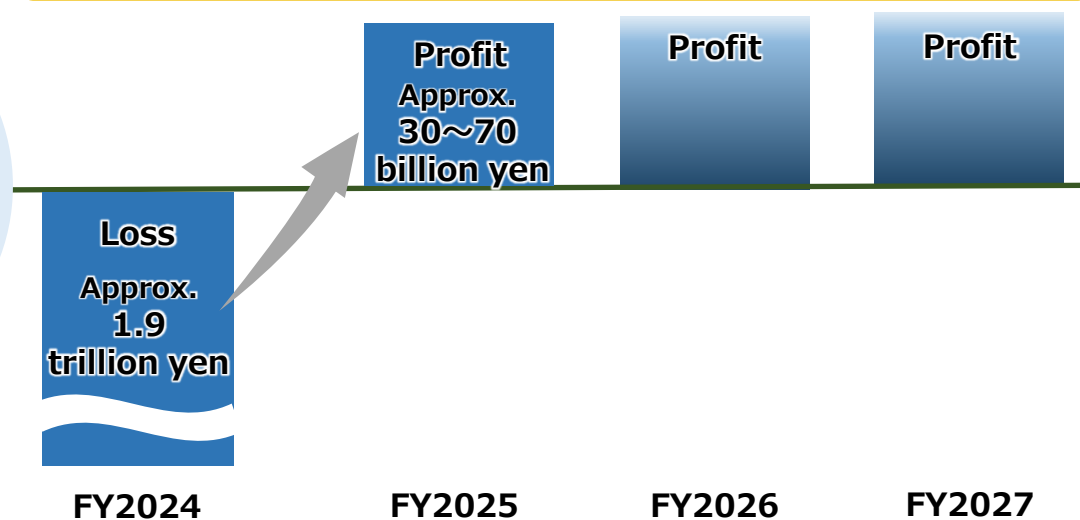
(rate cuts overseas and rate hikes in Japan)

Full FY2025 is expected to return to profit (approximately 30~70 billion yen)

Investment and Funding in foreign currencies



Profitability Image (Profit / Loss Attributable to Owners of Parent)

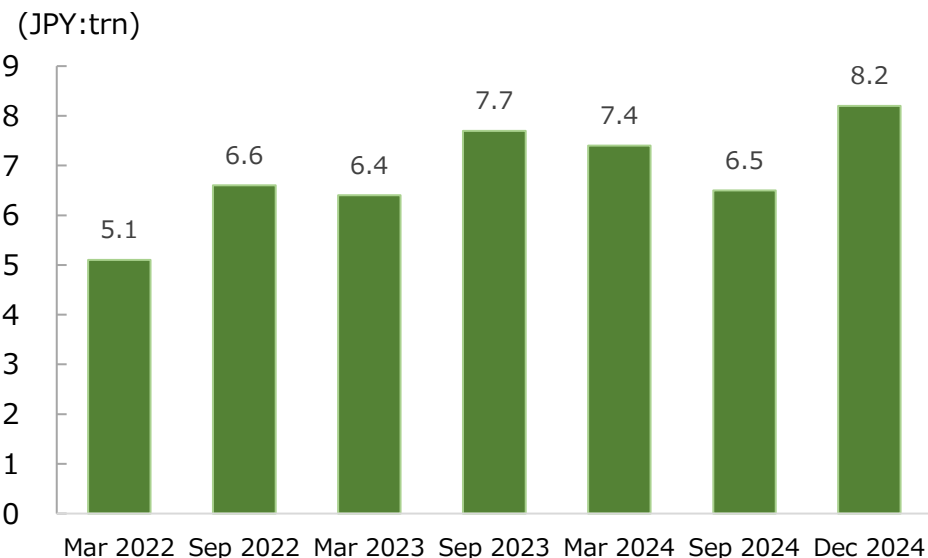


※ Key economic indicators for the outlook (As of the end of March 2026)
 Policy interest rates: 1.00% (Japan), 4.00% (U.S.)
 FX rate (USD/JPY) : Approx. 150yen

Appendix

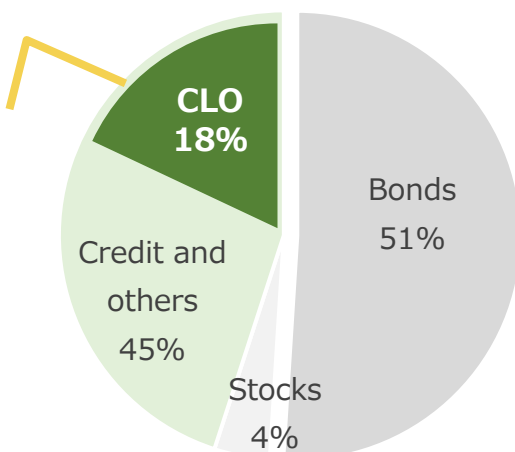
The Bank's Investment in CLOs

The Bank's CLO Holdings over Time



Market Investment Portfolio

- 18% of investment portfolio
- Only triple-A rated and held-to-maturity securities



Due Diligence and Risk Management

Investment Guidelines

- Solely on the most senior, triple-A rated tranche
- Strict requirements on stipulations and underlying assets
- Bank-original, rigorous stress-test scenarios

Investment Process

- Credit review process on each transaction by the Credit Risk Management Division in addition to the analysis by the investment team

Managers

- Collateral managers only with good track-records and disciplined investment style

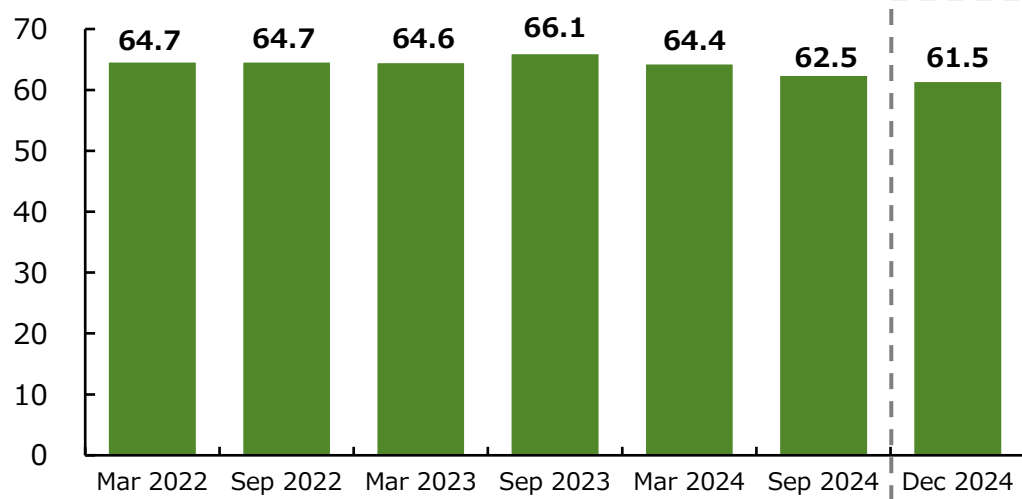
Monitoring

- Periodical review on the compliance status of tests and underlying asset quality
- Frequent communication with the managers

Funding

Deposits over Time (Non-consolidated)

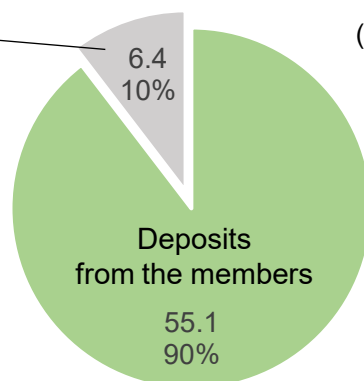
(in JPY trn)



(Note) Deposits in this slide include deposits and entrusted funds (the majority are short-term funds received from members)

Breakdown of Deposits as of Dec 31, 2024 (Non-consolidated)

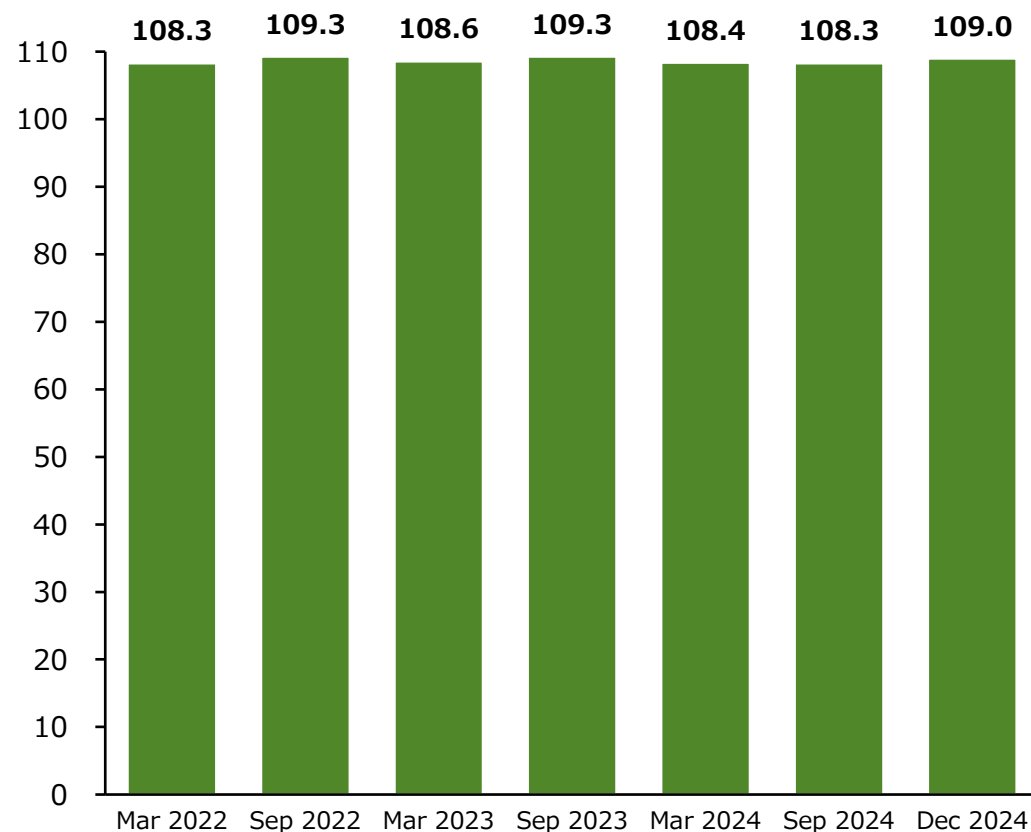
Deposits from non-members



(in JPY trn, %)

(Reference) JA Bank Deposits and Savings

(in JPY trn)



(Preliminary Figures)

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