

November 6, 2008

The Norinchukin Bank

**Announcement of a Possible Revision to Forecasted Ordinary Profits
(Non-Consolidated)
For Fiscal Year 2008 Ending March 31, 2009**

The Bank hereby announces that the Bank considers revising its forecasted ordinary profits (non-consolidated) for FY 2008, which was originally released on May 27, 2008, as follows.

1. A Possible Revision to Forecasted Ordinary Profits (Non-consolidated) for FY 2008

	Ordinary Profits
Initial Forecast (A)	JPY350bn
Revised Forecast (B)	JPY100bn
Difference (B-A)	JPY▲250bn
Change (%)	▲71.4%

2. Main Reasons for the Revision

Amid the increasing turmoil in financial markets triggered by the subprime loan crisis in the US, which continued after the release of the initial forecast on May 27, 2008, the Bank has been managing its portfolio conservatively, using integrated risk management. Due to an increase in overall financial market stress after mid September of this year, the Bank anticipates possible losses on its securities holdings. This is the main reason why the Bank might revise its initial forecast of ordinary profits downward.

The Bank is in the final phase of preparing its interim report for FY 2008. The report is scheduled to be released on November 27th. In this report, the Bank foresees ordinary profits (non-consolidated) of JPY20bn for the 1st half of FY2008 (ordinary profits for the same period in FY2007 was JPY150.6bn). This is mainly due to a loss of about JPY100bn on the Bank's securities holdings which was caused by the exceptional price decline in markets that came under extreme stress, especially on securitized products, by the financial market disruption.

3. Other Items

The Bank is working to raise capital in FY 2008, mainly from its members, for the purpose of further strengthening its financial base. This will enable the Bank to deal adequately with future market fluctuations.

This material contains forward-looking statements regarding the Bank's forecasts, plans, and objectives. Such forward-looking statements inherently involve risks and uncertainties, because they are related to events and circumstances that may or may not arise in the future. The future performance, results of operations, and financial condition of the Bank may be materially different from the information expressed or implied by such forward-looking statements.

Reference

Preliminary figures as of the end of September 2008 (Non-consolidated)

1. Losses on Securities (Note)

	(JPY 100mm)
2008/9 (1st half)	
Preliminary figures	
Securitized Product	-810
【including Sub-prime Loan Related Products】	【97】
Stock related Product	-202
Total	-1,013

Note: Total value of revaluation losses and realized loss of financial instruments with embedded derivatives in the 2008/9.

2. Investment on Securitized Product (Note1)

(1) Exposures and Losses by product (Note2)

	(JPY in 100mm)					
	AAA,AA	A,BBB	Below BB+	Total	Change from March end	LOSS (Note5)
ABS	27,585	1,219	0	28,805	10,389	0
RMBS (Note3)	6,952	554	48	7,554	-923	-58
CMBS	5,070	1,630	0	6,701	-793	-37
CDO	20,663	3,665	87	24,416	-743	-714
CLO	16,844	3,117	0	19,961	-18	-138
Resecuritized Products (Note4)	3,037	308	87	3,433	-691	-576
CBO and Others	781	239	0	1,020	-37	0
Others	0	359	392	752	-108	0
Total	60,272	7,430	527	68,230	7,823	-810

Note 1: Securitized Products are "Securitization Exposure" as defined in Basel II (Notification No 6, 2007 of the Financial Services Agency and the Ministry of Agriculture, Forestry and Fisheries). Securitization exposures which have an internal rating are displayed in an external rating that is derived by converting the internal rating.

Note 2: For some CMBS, the amount of exposure JPY 153.0bn, which should be included in Specialized Lending (SL) under Basel II, is not included here.

Note 3: Includes Sub-prime RMBS. Not include mortgage-backed securities related with US Government sponsored entities.

Note 4: Re-securitized Products such as ABS-CDO, CDO of CDO's. Includes ABS-CDO and CDO of CDO's that contains Sub-prime RMBS as underlying.

Note 5: Total value of revaluation losses and realized loss of financial instruments with embedded derivatives in the 2008/9.

3. Investment on Sub-prime Loan Related Products and Other Products

(1) Investment on Sub-prime Loan Related Products ^(Note1) (in JPY 100mm)

a. Sub-prime loan related products (Sub-prime RMBS: primary Instruments) ^(Note2)

	Exposures	Change from	Loss ^(Note3)
		March end	
AAA, AA	1,111	-120	-14
A, BBB	243	-156	-35
below BB+	48	17	-9
Total	1,403	-259	-58

b. ABS-CDO including sub-prime RMBS (squared instruments) ^(Note4)

	Exposures	Change from	Loss ^(Note3)
		March end	
AAA, AA	556	-157	-4
A, BBB	57	-12	0
below BB+	19	4	-21
Total	633	-164	-26

c. CDO of CDO's including sub-prime RMBS (cubic instruments) ^(Note5)

	Exposures	Change from	Loss ^(Note3)
		March end	
AAA, AA	379	-35	-12
A, BBB	0	0	0
below BB+	0	0	0
Total	379	-35	-12

Note 1 :The Bank has not loaned in pure Sub-prime loans.

Note 2 :Ratios by vintage (Issuance year) are 97%, 3%, and 0% for 2004 and before, 2005-2006, and after 2007, respectively.

Note 3 :Total value of impaired loss and unrealized loss of compound instruments in FY2008/9.

Note 4 :Capital note issued by SIV is JPY 0.52mm (After JPY 25mm write-off).

Ratios by vintage (Issuance year) are 50%, 36% and 14% for 2004 and before, 2005-2006, and after 2007, respectively.

Note 5 :CDO of CDO's contains RMBS even if only slightly. Include only a few sub-prime RMBS included.

Ratios by vintage (Issuance year) are 55%, 45% and 0% for 2004 and before, 2005-2006, and after 2007, respectively.

(2) Investment on Bonds Issued by US Housing-related GSEs ^(Note1) (in JPY 100mm)

	Exposures	Change from March end	Loss ^(Note2)
Agency Mortgage Bonds	21,484	-14,160	0
Agency Bonds	13,084	-7,598	0
Total	34,568	-21,758	0

Note1 :Agency Bonds are corporate bonds issued by US housing-related GSEs including Fannie Mae, Freddie Mac and the Federal Home Loan Banks. Agency Mortgage Bonds are mortgage-backed security bonds issued and guaranteed by those companies. The amount of the Banks' equity investment in those companies is small. The Bank has JPY 650.8bn of mortgaged-backed security bonds issued and guaranteed by Ginnie Mae, a US government-owned corporation.

Note 2 :Total value of impaired loss.