

Financial Statements for the First Quarter of Fiscal 2011

Name : **The Norinchukin Bank**

(U R L <http://www.nochubank.or.jp/>)

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

The Person Responsible for Inquiries : Noritsugu Sato, General Manager of Financial Planning & Control Division

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

Non-consolidated Financial Results for the First Quarter of Fiscal 2011 (for the three months ended June 30, 2011)

1 Non-consolidated Results of Operations(Accumulated Period)

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

	Ordinary Income		Ordinary Profits		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
1Q Fiscal 2011	339,136	22.0	116,926	87.8	89,180	36.6
1Q Fiscal 2010	277,879	(23.7)	62,253	(21.2)	65,290	13.6

2 Non-consolidated Financial Conditions

	Total Assets	Total Net Assets	Net Assets Ratio (Note 1)
	Millions of Yen	Millions of Yen	%
1Q Fiscal 2011	71,310,050	4,446,463	6.2
Fiscal 2010	69,551,969	4,250,415	6.1

(Ref) Net Assets for 1Q Fiscal 2011 4,446,463 millions of Yen for Fiscal 2010 4,250,415 millions of Yen

(Note 1) Net Assets Ratio is computed by dividing the Net Assets by the Total Assets.

(Note 2) Non-Consolidated BIS Capital Adequacy Ratio will be disclosed separately in late August of 2011.

3 Others

(1) Adoption of Specified Accounting Methods for the Preparation of Quarterly Non-consolidated Financial Statements : None

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

Changes in Accounting Policies due to revisions of Accounting Standards : None
 Changes in Accounting Policies other than above : None
 Changes in Accounting Estimates : None
 Restatements : None

Note on the implementation status of the Quarterly Review Procedure

This report is disclosed on the non-consolidated basis only. The procedure of the quarterly review which has been implemented on a voluntary basis on the consolidated financial statements for the period was not completed yet, as of the disclosure date.

Qualitative Information and Financial Statements

1 Qualitative information related to the Financial Results for the First Quarter of Fiscal 2011

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

The Norinchukin Bank (“the Bank”) has accumulated interest income steadily despite the volatile market environment, and interest income of the Bank summed up to ¥109.5 billion, up ¥71.3 billion on a year-over-year basis.

The results of total credit cost were ¥7.6 billion in net earnings mainly from the reversal of the reserve due to the decrease of credit risk assets.

As for the results of securities investments, net profit/loss on securities sales was a net profit of ¥7.5 billion, down ¥23.8 billion on a year-over-year basis, and the expenses of provisions and impairments for price-decline of securities and other reasons decreased by ¥6.2 billion to ¥23.1 billion on a year-over-year basis, respectively.

As a result, with all of the factors mentioned above, the Bank recorded ¥116.9 billion in Ordinary Profits, up ¥54.6 billion on a year-over-year basis and ¥89.1 billion in Net Income of the First Quarter of Fiscal 2011, up ¥23.8 billion on a year-over-year basis respectively. The Bank’s net operating profits stood at ¥78.3 billion.

(2) Qualitative information related to the Non-consolidated Financial Conditions

Total Assets of the Bank at the end of the period increased by ¥1,758.0 billion to ¥71,310.0 billion from the previous fiscal year-end. Total Net Assets at the end of the period increased by ¥196.0 billion to ¥4,446.4 billion from the previous fiscal year-end, respectively.

As to the balances of the major accounts on the asset side, Loans and Bills Discounted at the end of the period increased by ¥1,178.2 billion to ¥15,180.6 billion from the previous fiscal year-end; Securities at the end of the period decreased by ¥1,356.0 billion to ¥41,714.0 billion from the previous fiscal year-end. For those on the liabilities side, Deposits at the end of the period increased by ¥1,137.3 billion to ¥42,094.3 billion from the previous fiscal year-end, and Debentures at the end of the period decreased by ¥105.9 billion to ¥5,315.6 billion from the previous fiscal year-end respectively.

2 Other information

(1) Adoption of Specified Accounting Methods for the Preparation of Quarterly Non-consolidated Financial Statements

None

(2) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements of Quarterly Non-consolidated Financial Statements

None

3 Quarterly Non-Consolidated Financial Statements

(1) Non-consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2011	As of June 30, 2011
(Assets)		
Loans and Bills Discounted	14,002,397	15,180,614
Foreign Exchange Assets	309,746	48,417
Securities	43,070,056	41,714,001
Money Held in Trust	7,751,046	7,692,208
Trading Assets	19,377	397,727
Monetary Claims Bought	292,406	268,020
Call Loans	1,300,000	1,192,304
Receivables under Securities Borrowing Transactions	232,694	471,376
Cash and Due from Banks	1,828,040	3,486,882
Other Assets	367,682	531,440
Tangible Fixed Assets	128,783	127,716
Intangible Fixed Assets	51,612	49,532
Deferred Tax Assets	132,456	60,450
Customers' Liabilities for Acceptances and Guarantees	336,442	352,413
Reserve for Possible Loan Losses	(261,701)	(253,969)
Reserve for Possible Investment Losses	(9,072)	(9,084)
Total Assets	69,551,969	71,310,050
(Liabilities)		
Deposits	40,957,047	42,094,377
Negotiable Certificates of Deposit	768,118	1,073,436
Debentures	5,421,664	5,315,679
Trading Liabilities	11,724	11,932
Borrowed Money	2,075,605	1,842,054
Call Money	473,664	679,629
Payables under Repurchase Agreements	8,523,065	7,627,453
Payables under Securities Lending Transactions	833,229	84,150
Foreign Exchange Liabilities	0	2
Short-term Entrusted Funds	4,397,280	6,232,584
Other Liabilities	1,480,545	1,528,116
Reserve for Bonus Payments	3,597	2,571
Reserve for Retirement Benefits	2,776	2,594
Reserve for Directors' Retirement Benefits	748	554
Deferred Tax Liabilities for Land Revaluation	16,041	16,036
Acceptances and Guarantees	336,442	352,413
Total Liabilities	65,301,553	66,863,586
(Net Assets)		
Paid-in Capital	3,425,909	3,425,909
Capital Surplus	25,020	25,020
Retained Earnings	968,106	1,035,921
Total Owners' Equity	4,419,036	4,486,851
Net Unrealized Losses on Other Securities, net of taxes	(222,078)	(79,620)
Net Deferred Gains on Hedging Instruments, net of taxes	26,790	12,576
Revaluation Reserve for Land, net of taxes	26,666	26,656
Total Valuation and Translation Adjustments	(168,620)	(40,387)
Total Net Assets	4,250,415	4,446,463
Total Liabilities and Net Assets	69,551,969	71,310,050

(2) Non-consolidated Statements of Operations

(Millions of Yen)

	For the three months ended June 30, 2010	For the three months ended June 30, 2011
Ordinary Income	277,879	339,136
Interest Income	164,341	233,787
Interest on Loans and Bills Discounted	22,289	21,197
Interest and Dividends on Securities	131,670	209,948
Fees and Commissions	4,269	3,027
Trading Income	120	206
Other Operating Income	41,664	19,953
Other Ordinary Income	67,485	82,162
Ordinary Expenses	215,626	222,209
Interest Expenses	138,685	137,945
Interest on Deposits	15,933	10,800
Fees and Commissions	2,782	2,718
Trading Expenses	7	21
Other Operating Expenses	26,552	20,478
General and Administrative Expenses	26,434	31,140
Other Ordinary Expenses	21,163	29,904
Ordinary Profits	62,253	116,926
Extraordinary Profits	19,141	-
Extraordinary Losses	178	165
Income before Income Taxes	81,217	116,761
Income Taxes - Current	16,329	14,131
Income Taxes - Deferred	(402)	13,449
Total Income Taxes	15,926	27,580
Net Income	65,290	89,180