## Financial Statements for the Third Quarter of Fiscal 2018

Name: The Norinchukin Bank

 $(URL\ https://www.nochubank.or.jp/\ )$ 

Name of the President: Kazuto Oku, President & Chief Executive Officer

The Person Responsible for Inquiries: Yoshihiro Ito, Executive Officer, General Manager of Financial Planning & Control Division

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

1 Consolidated Financial Results for the Third Quarter of Fiscal 2018(for the nine months ended December 31, 2018) (1) Consolidated Results of Operations (Accumulated Period)

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

				U		
	Ordinary Ir	neomo	Ordinary Profits		Profit Attributable to	
	Ofullary II	icome	Ofulliary 1	ionis	Owners of Pa	rent
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
3Q Fiscal 2018	1,279,461	16.2	89,930	(46.2)	73,313	(45.0)
3Q Fiscal 2017	1,100,926	3.6	167,210	(28.9)	133,180	(29.5)

(Note) Comprehensive Income for 3Q Fiscal 2018 (251,091) millions of Yen -% for 3Q Fiscal 2017 270,847 millions of Yen -%

## (2) Consolidated Financial Conditions

	Total Assets	Total Net Assets	Net Assets Ratio (Note)
	Millions of Yen	Millions of Yen	%
3Q Fiscal 2018	105,476,817	6,423,947	6.1
Fiscal 2017	104,927,769	6,746,088	6.4

 $(Ref) \qquad \text{Net Assets} \quad - \quad \text{Non-controlling Interests for 3Q Fiscal 2018} \quad 6,413,979 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad 6,736,605 \text{ millions of Yen} \quad \text{for Fiscal 2017} \quad \text{for F$ 

(Note) Net Assets Ratio is computed by dividing (Net Assets — Non-controlling Interests ) by Total Assets.

Net Assets Ratio above is not the one calculated on the formula found in Notification No.4 of the Financial Services Agency and the Ministry of Agriculture, Forestry and Fisheries (Standards for Judging the Soundness of Management of the Norinchukin Bank).

#### Notes

- (1) Changes in Significant Subsidiaries during the Period (Changes in specified subsidiaries in accordance with changes in the scope of consolidation): None
- (2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements: None
- (3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements

① Changes in Accounting Policies due to revisions of Accounting Standards
② Changes in Accounting Policies other than ① above
③ Changes in Accounting Estimates
None
③ None

RestatementsNone

 $2\ \mbox{Non-consolidated}$  Financial Results for the Third Quarter of Fiscal 2018

(for the nine months ended December 31, 2018)

(1) Non-consolidated Results of Operations (Accumulated Period)

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

	Ordinary Income		Ordinary Pr	ofits	Net Incom	e
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
3Q Fiscal 2018	1,263,343	16.6	84,699	(46.7)	71,481	(39.5)
3Q Fiscal 2017	1,083,569	3.1	158,960	(31.2)	118,228	(36.9)

#### (2) Non-consolidated Financial Conditions

	Total Assets	Total Net Assets	Net Assets Ratio (Note)
	Millions of Yen	Millions of Yen	%
3Q Fiscal 2018	103,768,926	6,332,861	6.1
Fiscal 2017	103,417,613	6,654,084	6.4

(Ref) Net Assets for 3Q Fiscal 2018 6,332,861 millions of Yen for Fiscal (Note) Net Assets Ratio is computed by dividing Net Assets by Total Assets.

for Fiscal 2017 6,654,084 millions of Yen

Net Assets Ratio above is not the one calculated on the formula found in Notification No.4 of the Financial Services Agency and the Ministry of Agriculture, Forestry and Fisheries (Standards for Judging the Soundness of Management of the Norinchukin Bank).

\* This report is out of the scope of the external auditor's quarterly review.

## Qualitative Information and Financial Statements

- 1 Qualitative information relating to the Financial Results for the Third Quarter of Fiscal 2018
- (1) Qualitative information relating to Results of Operations

The Norinchukin Bank ("the Bank")'s Consolidated Ordinary Profits for the period were \u224889.9 billion, down \u22477.2 billion on a year-over-year basis and Profit Attributable to Owners of Parent was \u22473.3 billion, down \u22459.8 billion on a year-over-year basis.

The Bank has been managing operations to secure steady accumulation of interest income, and the non-consolidated interest income of the Bank totaled to ¥97.8 billion, down ¥40.0 billion on a year-over-year basis.

The total credit costs were \(\pm\)0.5 billion in net losses, mainly from the general provision of reserve for possible loan losses.

As for securities investments, net gains/losses on sales were net gains of \$19.9 billion, down \$21.3 billion on a year-over-year basis and the expenses of provisions and impairments for price-decline of securities and other reasons decreased by \$0.1 billion to \$1.0 billion on a year-over-year basis.

(2) Qualitative information relating to Financial Conditions

Consolidated Total Assets at the end of the period increased by \$549.0 billion to \$105,476.8 billion from the previous fiscal year-end.

Total Assets of the Bank at the end of the period increased by \$351.3 billion to \$103,768.9 billion from the previous fiscal year-end. Total Net Assets at the end of the period decreased by \$321.2 billion to \$6,332.8 billion from the previous fiscal year-end.

As to the balances of major accounts on the assets side, Loans and Bills Discounted at the end of the period increased by \$4,236.9 billion to \$15,979.5 billion from the previous fiscal year-end, and Securities at the end of the period increased by \$1,187.6 billion to \$53,520.4 billion from the previous fiscal year-end. For those on the liabilities side, Deposits at the end of the period increased by \$802.5 billion to \$66,626.4 billion, and Debentures at the end of the period decreased by \$387.6 billion to \$1,386.8 billion from the previous fiscal year-end, respectively.

#### 2 Other information

(1) Changes in Significant Subsidiaries during the Period

None

(2) Adoption of Specified Accounting Methods for the Preparation of Quarterly Consolidated Financial Statements

None

(3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements of Quarterly Consolidated Financial Statements

None

		(Millions of Yen)
	As of March 31, 2018	As of December 31, 2018
(Assets)		
Loans and Bills Discounted	11,858,949	16,104,785
Foreign Exchange Assets	324,698	234,555
Securities	52,321,859	53,505,561
Money Held in Trust	7,439,710	8,056,970
Trading Assets	8,582	13,051
Monetary Claims Bought	354,872	252,500
Call Loans and Bills Bought	630,000	610,000
Receivables under Resale Agreements	-	442,725
Cash and Due from Banks	28,756,371	22,871,930
Other Assets	1,585,342	1,551,242
Tangible Fixed Assets	122,356	117,687
Intangible Fixed Assets	43,480	47,745
Net Defined Benefit Asset	52,510	53,194
Deferred Tax Assets	2,026	1,759
Customers' Liabilities for Acceptances and Guarantees	1,474,730	1,659,699
Reserve for Possible Loan Losses	(47,716)	(46,448)
Reserve for Possible Investment Losses	(4)	(144)
Total Assets	104,927,769	105,476,817
(Liabilities)	101,321,103	100,110,011
Deposits	65,799,561	66,606,805
Negotiable Certificates of Deposit	2,920,656	1,262,216
Debentures	1,766,498	1,378,808
Trading Liabilities	5,034	5,639
Borrowed Money	4,641,504	5,006,162
Payables under Repurchase Agreements	15,080,638	14,002,622
	15,060,036	14,002,022
Foreign Exchange Liabilities Short-term Entrusted Funds		
Other Liabilities	1,405,187	2,816,556
	4,569,727	5,922,030
Reserve for Bonus Payments	7,591	3,891
Net Defined Benefit Liability	35,481	34,586
Reserve for Directors' Retirement Benefits	1,508	1,128
Deferred Tax Liabilities	464,915	344,087
Deferred Tax Liabilities for Land Revaluation	8,607	8,607
Acceptances and Guarantees	1,474,730	1,659,699
Total Liabilities	98,181,681	99,052,870
(Net Assets)	0.400.400	0.400.400
Paid-in Capital	3,480,488	3,480,488
Capital Surplus	24,993	24,993
Retained Earnings	1,988,359	1,991,173
Total Owners' Equity	5,493,842	5,496,655
Net Unrealized Gains on Other Securities	1,152,861	930,675
Net Deferred Gains (Losses) on Hedging Instruments	59,823	(41,068)
Revaluation Reserve for Land	14,312	14,312
Foreign Currency Transaction Adjustments	(110)	(36)
Remeasurements of Defined Benefit Plans	15,876	13,441
Total Accumulated Other Comprehensive Income	1,242,763	917,324
Non-controlling Interests	9,482	9,967
Total Net Assets	6,746,088	6,423,947
Total Liabilities and Net Assets	104,927,769	105,476,817

## (2) Consolidated Statements of Operations and Comprehensive Income Consolidated Statement of Operations

(Millions of Yen)

	For the nine months ended December 31, 2017	For the nine months ended December 31, 2018
Ordinary Income	1,100,926	1,279,461
Interest Income	861,292	979,310
Interest on Loans and Bills Discounted	58,609	78,980
Interest and Dividends on Securities	788,743	883,660
Fees and Commissions	21,778	22,478
Trading Income	-	245
Other Operating Income	78,777	116,569
Other Ordinary Income	139,077	160,856
Ordinary Expenses	933,715	1,189,531
Interest Expenses	758,012	933,121
Interest on Deposits	60,965	98,836
Fees and Commissions	12,717	13,294
Trading Expenses	162	448
Other Operating Expenses	35,546	116,333
General and Administrative Expenses	118,370	121,021
Other Ordinary Expenses	8,907	5,312
Ordinary Profits	167,210	89,930
Extraordinary Profits	14,272	0
Extraordinary Losses	1,295	163
Income before Income Taxes	180,187	89,766
Income Taxes - Current	20,026	13,043
Income Taxes - Deferred	26,174	2,349
Total Income Taxes	46,201	15,392
Profit	133,985	74,373
Profit Attributable to Non-controlling Interests	804	1,059
Profit Attributable to Owners of Parent	133,180	73,313

## Consolidated Statement of Comprehensive Income

(Millions of Yen)

	For the nine months ended December 31, 2017	For the nine months ended December 31, 2018
Profit	133,985	74,373
Other Comprehensive Income	136,861	(325,465)
Net Unrealized Gains (Losses) on Other Securities	123,559	(221,636)
Net Deferred Gains (Losses) on Hedging Instruments	14,128	(100,902)
Foreign Currency Transaction Adjustments	1	39
Remeasurements of Defined Benefit Plans	(1,999)	(2,466)
Share of Other Comprehensive Income of Affiliates accounted for		
by the equity method	1,171	(498)
Total Comprehensive Income	270,847	(251,091)
Attributable to:		
Owners of Parent	270,031	(252,125)
Non-controlling Interests	815	1,033

# Quarterly Non-Consolidated Financial Statements (1) Non-consolidated Balance Sheet

Case and Bille Discounted   11,742,630   15,979,586   Poveign Exchange Assets   324,6555   Securities   52,332,7655   53,520,442   Money Held in Trust   7,438,320   8,056,163   Trading Assets   8,852   13,051   Trading Assets   8,852   13,051   Trading Assets   83,652   13,051   Trading Assets   830,000   610,000		As of March 31, 2018	As of December 31, 2018
Poreign Exchange Assets	<b>~</b>		
Securities     52,332,765     53,520,422       Money Held in Trust     7,438,320     8,056,163       Trading Assets     8,582     13,061       Monetary Claims Bought     354,872     252,500       Call Loans     630,000     610,000       Receivables under Reseale Agreements     -     442,725       Cash and Due from Banks     28,729,996     22,843,930       Other Assets     1,580,600     1,544,548       Tangible Fixed Assets     100,920     116,422       Intangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     25,360       Customer's Liabilities for Acceptances and Guarantees     41,1073     131,169       Reserve for Possible Loan Losses     46,681     45,468       Reserve for Possible Investment Losses     65,823,858     66,626,439       Reserve for Possible Loan Losses     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Deposits     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216 <t< td=""><td></td><td></td><td></td></t<>			
Mone Held in Trust     7,438,320     8,561,63       Trading Assets     8,582     13,051       Monetary Claims Bought     35,872     252,500       Call Loans     630,000     610,000       Receivables under Resale Agreements     -     442,725       Cash and Due from Banks     28,729,996     22,843,930       Other Assets     120,920     115,445,88       Tangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     26,360       Customers' Liabilities for Acceptances and Guarantees     111,073     131,169       Reserve for Possible Loan Losses     (40,681)     45,468       Reserve for Possible Loan Losses     (1032)     1,588,062       Total Assets     103,417,613     103,768,926       Total Assets     103,417,613     103,768,926       Deposits     65,823,858     66,826,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,806       Trading Liabilities     5,534     5,639       Borrowed Money     4,585,004 <td></td> <td></td> <td></td>			
Trading Assets     8,582     13,515       Monetary Claims Bought     354,872     252,500       Call Loans     630,000     610,000       Receivables under Resale Agreements     -     442,725       Cash and Due from Banks     28,729,96     22,843,930       Other Assets     1,580,600     1,544,548       Tangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     22,836       Customer's Liabilities for Acceptances and Guarantees     141,073     131,169       Reserve for Possible Loan Losses     (46,681)     (45,468)       Reserve for Possible Loan Losses     (10,32)     (1,683)       Total Assets     1,047,613     103,768,926       Deposits     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,008       Negotiable Certificates of Deposit     5,034     5,639       Perpaid Exchange Liabilities     5,034     4,949,662       Payables under Repurchase Agreements     1,006,638     14,002,622       Fo	· · · · · · · · · · · · · · · · · · ·		
Monetary Claims Bought     354,872     252,500       Call Loans     630,000     610,000       Receivables under Resale Agreements     –     442,725       Cash and Due from Banks     28,729,996     22,843,930       Other Assets     1,580,600     1,544,548       Tangible Fixed Assets     120,920     116,422       Intangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     26,560       Customers' Liabilities for Acceptances and Guarantees     141,073     131,168       Reserve for Possible Loan Losses     (46,681)     45,468       Reserve for Possible Investment Losses     (10,32)     (1,683)       Total Assets     103,417,613     103,768,926       Possible Investment Losses     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,744,498     1,386,080       Trading Liabilities     5,034,858     66,626,439       Borrowed Money     4,588,044     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622	•		
Call Loans     630,000     610,000       Receivables under Resele Agreements     –     442,725       Cash and Due from Banks     28,729,996     22,843,930       Other Assets     1,580,600     1,544,548       Tangible Fixed Assets     120,920     116,422       Intangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     25,360       Customer's Liabilities for Acceptances and Guarantees     111,073     131,169       Reserve for Possible Loan Losses     (46,681)     (45,468)       Reserve for Possible Investment Losses     (10,322)     (1,683)       Total Assets     (10,321)     103,766,892       Reserve for Possible Investment Losses     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debosits     2,920,656     1,262,216       Debentures     1,774,498     1,386,808       Browed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28 <tr< td=""><td></td><td></td><td></td></tr<>			
Receivables under Resale Agreements     -     442.725       Cash and Due from Banks     28,729,996     22,843,300       Other Assets     1,500,600     1,544,548       Tangible Fixed Assets     120,920     116,422       Intangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     26,560       Customers Liabilities for Acceptances and Guarantees     141,073     313,168       Reserve for Possible Loan Losses     (46,681)     45,468       Reserve for Possible Investment Losses     (1,032)     1,683       Total Assets     103,417,613     103,768,926       Peposits     65,823,858     66,826,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,603       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556			
Cash and Due from Banks     28,729,996     22,843,930       Other Assets     1,580,000     1,544,548       Tangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     26,360       Customers' Liabilities for Acceptances and Guarantees     141,073     131,109       Reserve for Possible Loan Losses     (46,681)     (45,468)       Reserve For Possible Investment Losses     103,417,613     103,768,926       Total Assets     (Liabilities)     103,417,613     103,768,926       Peposits     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,368,608       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,006,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,118     5,878,520       Chere Liabilities     4,528,441     5,876,520       Reserve for Directors' Retirement Benefits     6,022 <td></td> <td>630,000</td> <td></td>		630,000	
Other Assets     1,580,600     1,544,548       Tangible Fixed Assets     120,920     116,422       Intangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     26,360       Customers' Liabilities for Acceptances and Guarantees     141,073     131,169       Reserve for Possible Loan Losses     (46,681)     (45,686)       Reserve for Possible Investment Losses     (1,032)     (1,683)       Total Assets     (1,032)     10,387,828       Possible Certificates of Deposit     65,823,858     66,526,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,808       Trading Liabilities     5,034     5,639       Borrowed Money     5,855,004     4,94,662       Payables under Repurchase Agreements     15,080,633     14,002,622       Foreign Exchange Liabilities     3     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021		-	
Intagible Fixed Assets     120,920     116,422       Intagible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     26,360       Customers' Liabilities for Acceptances and Guarantees     111,073     131,169       Reserve for Possible Ioan Losses     (1,032)     (1,638)       Reserve For Possible Investment Losses     (10,32)     (1,638)       Total Assets     103,417,613     103,768,926       Liabilities       Oeposits     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,808       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,873,202       Reserve for Bonus Payments     6,022     3,021       Reserve for Directors' Retirement Ben			
Intangible Fixed Assets     40,043     44,609       Prepaid Pension Cost     20,821     26,560       Customers' Liabilities for Acceptances and Guarantees     141,073     131,169       Reserve for Possible Loan Losses     (46,681)     (45,468)       Reserve for Possible Investment Losses     103,417,613     103,768,926       Total Assets     (Liabilities)     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,366,808       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,20       Reserve for Bonus Payments     6,022     3,021       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities of Land Revaluation     8,607     8,607       Acceptainces and G			
Prepaid Pension Cost     20,821     26,860       Customers Liabilities for Acceptances and Guarantees     141,1073     131,169       Reserve for Possible Loan Losses     (46,681)     (45,468)       Reserve for Possible Investment Losses     (1,032)     (1,683)       Total Assets     103,417,613     103,768,926       Liabilities       Cuisbilities     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,808       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Reserve for Money     4,588,004     3     28       Short-term Entrusted Funds     1,405,187     2,816,556     0       Other Liabilities     3     28     28       Reserve for Bonus Payments     6,022     3,021     2     2,026     3,021     2     2,026     3,025     2     2,026     3,025     2     2,026			
Customers' Liabilities for Acceptances and Guarantees     141,073     131,169       Reserve for Possible Lone Losses     (46,681)     (45,468)       Reserve for Possible Investment Losses     (1,032)     (1,683)       Total Assets     103,417,613     103,768,268       Liabilities       Customers       Liabilities     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     5,034     5,639       Bornwed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     4,281,615     56       Other Liabilities     6,022     3,021       Reserve for Bonus Payments     6,022     3,021       Reserve for Liabilities     1,121     725 <td><del>-</del></td> <td></td> <td></td>	<del>-</del>		
Reserve for Possible Loan Losses     (46,681)     (45,488)       Reserve for Possible Investment Losses     (1,032)     (1,683)       Total Assets     103,417,613     103,768,926       (Liabilities)     105,417,613     103,768,926       Deposits     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,16       Debentures     1,774,498     1,386,080       Tading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Directors' Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     14,107     31,169	=		
Classits	<u>-</u>		
Deposits   G.   G.   G.   G.   G.   G.   G.   G			
(Liabilities)       Deposits     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,808       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Betirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Ceptacles and Guarantees     1,922,906     1,923,081       Coptacles and Guarantees     1,922,906     1,923,888       Capital Surplus     3,480,			
Deposits     65,823,858     66,626,439       Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,808       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020     25,020     25,020 <td></td> <td>103,417,613</td> <td>103,768,926</td>		103,417,613	103,768,926
Negotiable Certificates of Deposit     2,920,656     1,262,216       Debentures     1,774,498     1,386,808       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Deferred Gains	<del>(</del> ,	65 922 959	66 626 130
Debentures     1,774,498     1,386,808       Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Bentirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid in Capital     3,480,488     3,480,488       Capital Surplus     3,480,488     3,480,488       Capital Surplus     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397	=		
Trading Liabilities     5,034     5,639       Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       (Net Assets)     25,020     25,020       Read in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,511,642     930,061	-		
Borrowed Money     4,585,004     4,949,662       Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Betirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes	— *** * *		
Payables under Repurchase Agreements     15,080,638     14,002,622       Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,099)       Revaluation Reserve for Land, net of		•	
Foreign Exchange Liabilities     38     28       Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       (Net Assets)     25,020     25,020       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Urrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains (Losses) on Hedging Instruments, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,66			
Short-term Entrusted Funds     1,405,187     2,816,556       Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,099)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     6,654,084     6,332,861			
Other Liabilities     4,528,441     5,878,520       Reserve for Bonus Payments     6,022     3,021       Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Deferred Gains (Losses) on Hedging Instruments, net of taxes     1,151,642     930,061       Net Deferred Gains (Losses) on Hedging Instruments, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     14,312     14,312       Total Net Assets     6,654,084     6,332,861			<del></del> -
Reserve for Bonus Payments     6,022     3,021       Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Net Assets       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     6,654,084     6,332,861			
Reserve for Retirement Benefits     24,614     25,066       Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			
Reserve for Directors' Retirement Benefits     1,121     725       Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861	· · · · · · · · · · · · · · · · · · ·	•	
Deferred Tax Liabilities     458,731     338,979       Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       Net Assets)       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains (Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			· · · · · · · · · · · · · · · · · · ·
Deferred Tax Liabilities for Land Revaluation     8,607     8,607       Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       (Net Assets)       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			
Acceptances and Guarantees     141,073     131,169       Total Liabilities     96,763,528     97,436,064       (Net Assets)       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			
Total Liabilities     96,763,528     97,436,064       (Net Assets)       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			
(Net Assets)       Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes          1,151,642         930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes          59,713         (40,909)       Revaluation Reserve for Land, net of taxes     14,312         14,312       Total Valuation and Translation Adjustments     1,225,668         903,464       Total Net Assets     6,654,084         6,332,861	<del>-</del>		
Paid-in Capital     3,480,488     3,480,488       Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861	- · · · · · · · · · · · · · · · · ·		31,133,331
Capital Surplus     25,020     25,020       Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861	(,	3,480,488	3,480,488
Retained Earnings     1,922,906     1,923,888       Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			
Total Owners' Equity     5,428,416     5,429,397       Net Unrealized Gains on Other Securities, net of taxes     1,151,642     930,061       Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			
Net Unrealized Gains on Other Securities, net of taxes   1,151,642   930,061     Net Deferred Gains(Losses) on Hedging Instruments, net of taxes   59,713   (40,909)     Revaluation Reserve for Land, net of taxes   14,312   14,312     Total Valuation and Translation Adjustments   1,225,668   903,464     Total Net Assets   6,654,084   6,332,861	· · · · · · · · · · · · · · · · · · ·		
Net Deferred Gains(Losses) on Hedging Instruments, net of taxes     59,713     (40,909)       Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861	_ ·		
Revaluation Reserve for Land, net of taxes     14,312     14,312       Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861	·		
Total Valuation and Translation Adjustments     1,225,668     903,464       Total Net Assets     6,654,084     6,332,861			
Total Net Assets 6,654,084 6,332,861			
	· · · · · · · · · · · · · · · · · · ·		
100,100,000	Total Liabilities and Net Assets	103,417,613	103,768,926

(Millions of Yen)

## (2) Non-consolidated Statement of Operations

Income Taxes - Deferred

**Total Income Taxes** 

Net Income

		(Millions of Yen)
	For the nine months ended December 31, 2017	For the nine months ended December 31, 2018
Ordinary Income	1,083,569	1,263,343
Interest Income	862,615	981,263
Interest on Loans and Bills Discounted	56,137	76,060
Interest and Dividends on Securities	792,547	888,584
Fees and Commissions	11,492	11,436
Trading Income	_	245
Other Operating Income	76,959	113,311
Other Ordinary Income	132,502	157,087
Ordinary Expenses	924,608	1,178,644
Interest Expenses	757,944	933,023
Interest on Deposits	60,966	98,836
Fees and Commissions	10,915	11,493
Trading Expenses	162	448
Other Operating Expenses	35,542	115,878
General and Administrative Expenses	111,487	112,115
Other Ordinary Expenses	8,556	5,683
Ordinary Profits	158,960	84,699
Extraordinary Profits	92	0
Extraordinary Losses	1,275	163
Income before Income Taxes	157,777	84,535
Income Taxes - Current	18,129	10,915

21,419

39,548

118,228

2,138

13,054

71,481