

Dedicated to sustaining all life.

Financial Summary for the 3rd Quarter of Fiscal Year 2024



NORINCHUKIN

February 7, 2025

Income Statement Summary

[Consolidated] (in JPY bn)

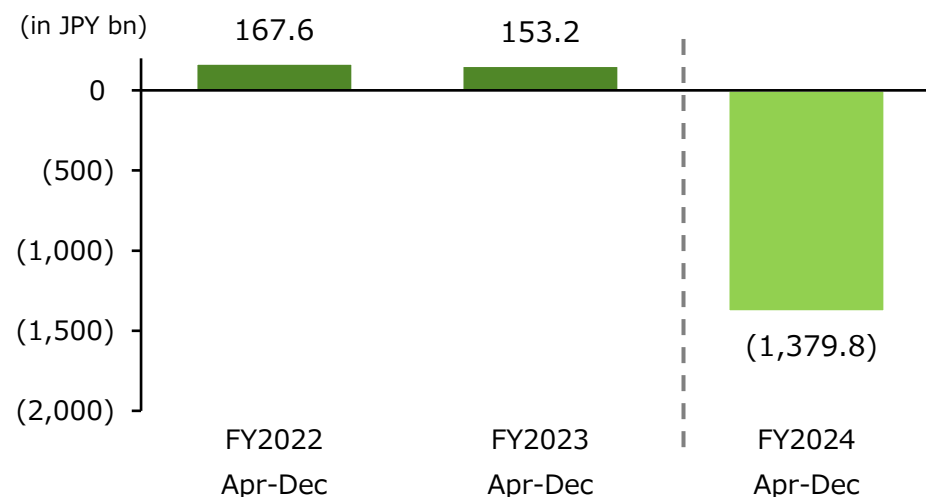
	FY2023 Apr-Dec	FY2024 Apr-Dec	Change
1 Ordinary Income	2,242.9	1,561.0	(681.8)
2 Interest Income	1,507.9	1,271.9	(236.0)
3 <Interest and Dividends on Securities>	1,131.4	786.3	(345.0)
4 <Interest on Loans and Bills Discounted>	297.9	327.8	29.9
5 Ordinary Expenses	2,089.6	2,940.8	851.1
6 Interest Expenses	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)

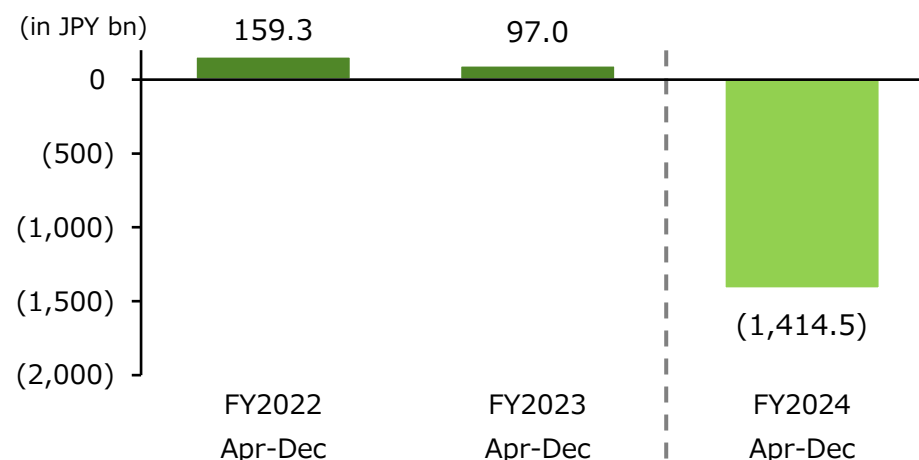
	FY2023 Apr-Dec	FY2024 Apr-Dec	Change
12 Ordinary Profits (Losses)	136.9	(1,395.1)	(1,532.0)
13 Net Income (Loss)	89.1	(1,423.5)	(1,512.6)
[Reference (Non-consolidated)]			
14 Net Gains/Losses on Sales of Securities	429.8	(705.1)	(1,135.0)
15 Net Gains (Losses) from Redemption of Investment Trusts and 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)

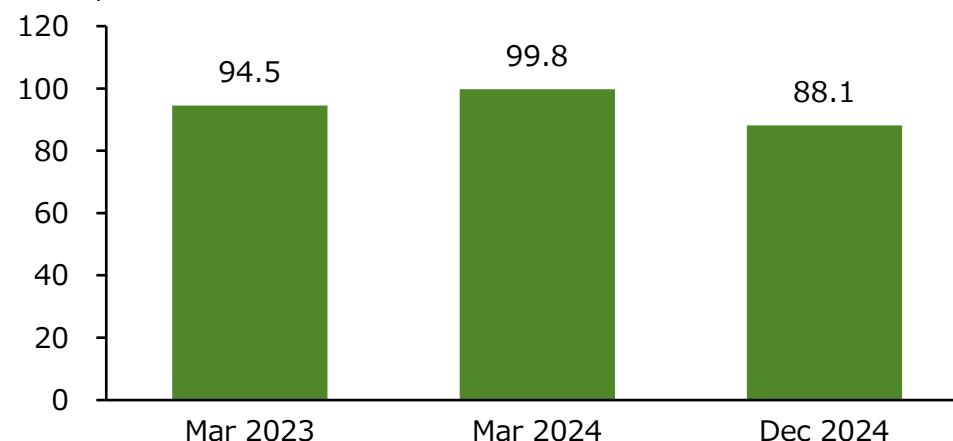
[Non-consolidated]

(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

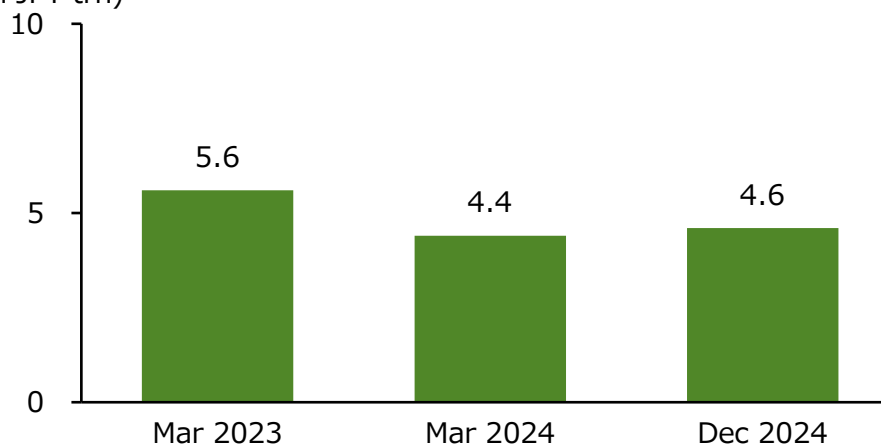
Total Assets over Time (Consolidated)

(in JPY trn)



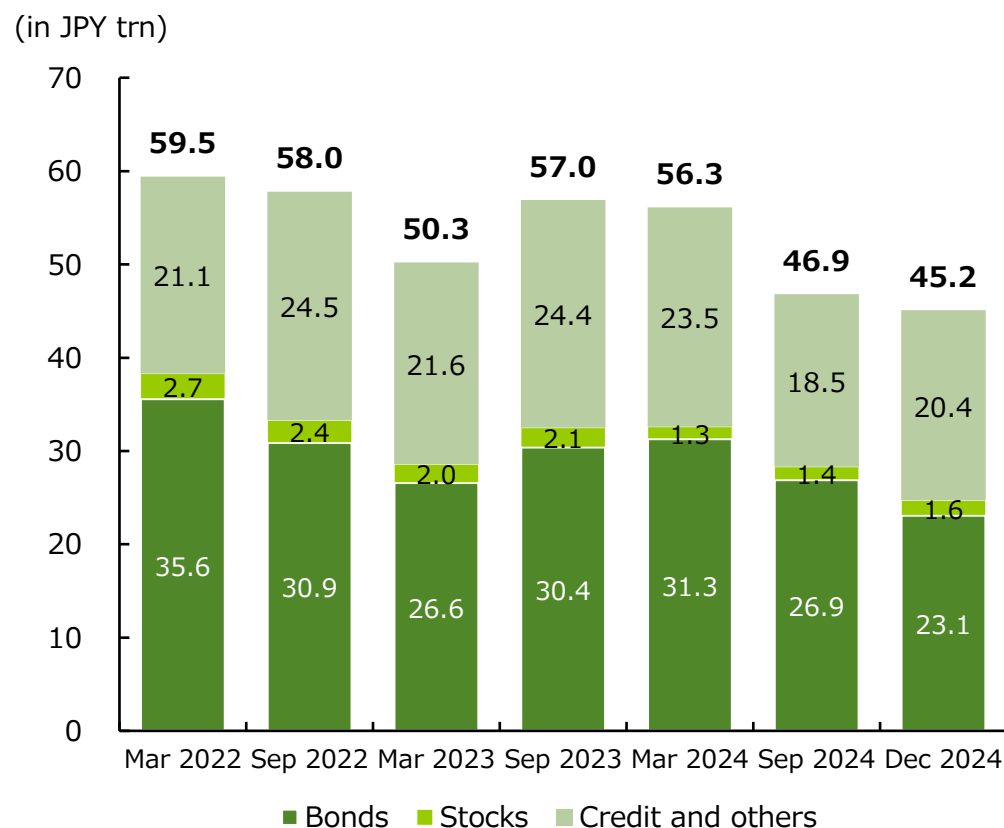
Net Assets over Time (Consolidated)

(in JPY trn)

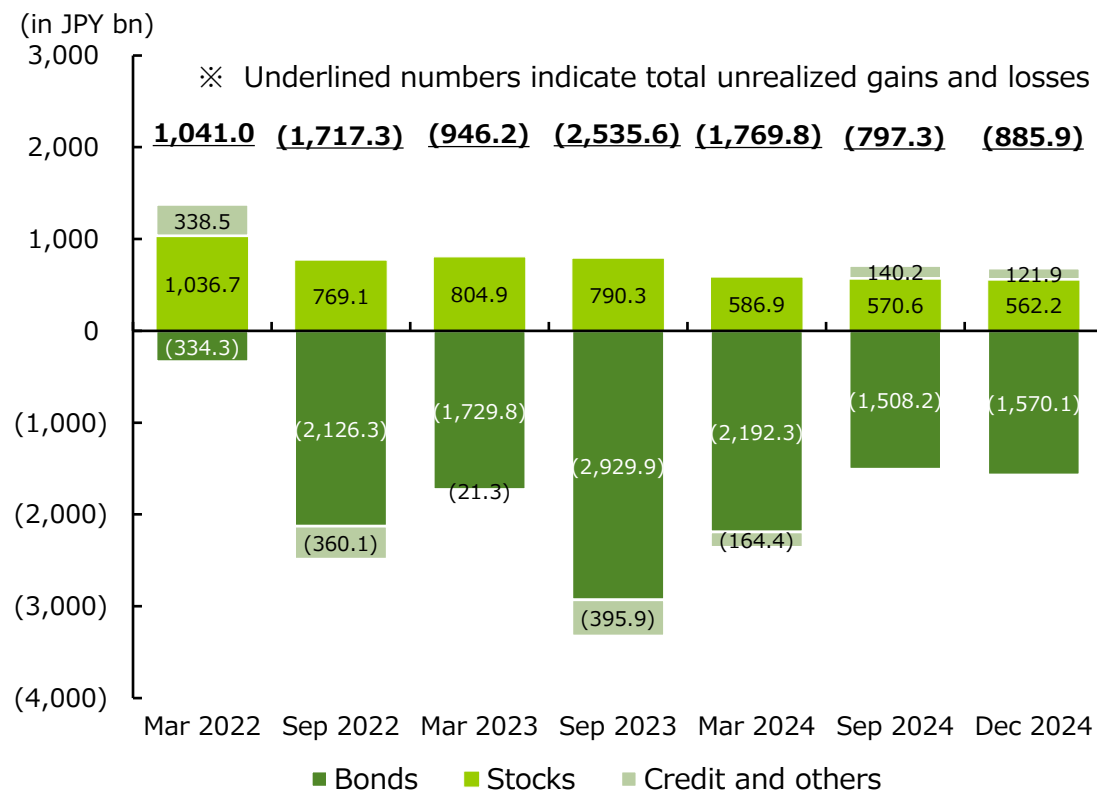


Market Investment Portfolio (Non-consolidated)

Market Investment Portfolio over Time



Net Unrealized Gains and Losses over Time



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.

Progress

Portfolio Improvement

Selling low-yielding assets

New investment and loans

- ✓ 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
- ✓ The Bank invests in various asset classes, supported by improved CET1 capital.

foundation

Capital Enhancement

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

- ✓ 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

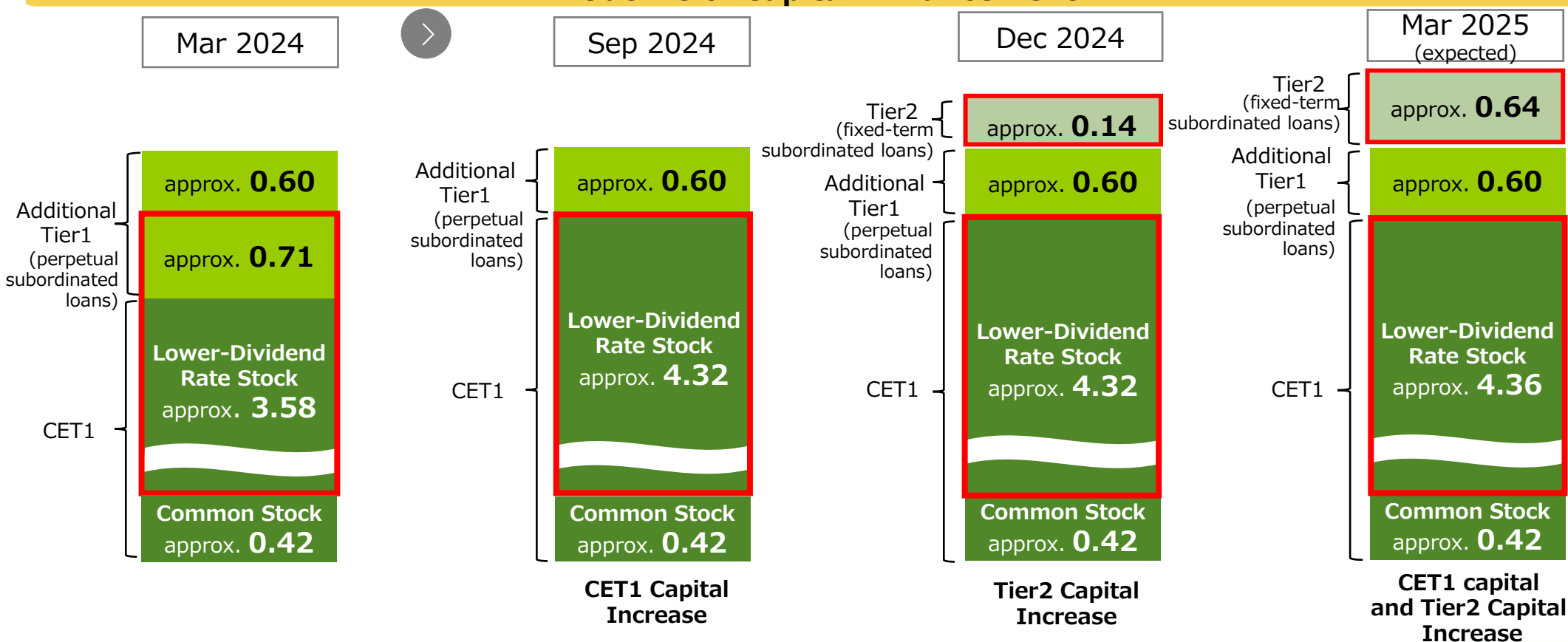
Tier2
Capital

➤ 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 500.8 billion yen is scheduled to be issued on March 28, 2025

Outline of Capital Enhancement

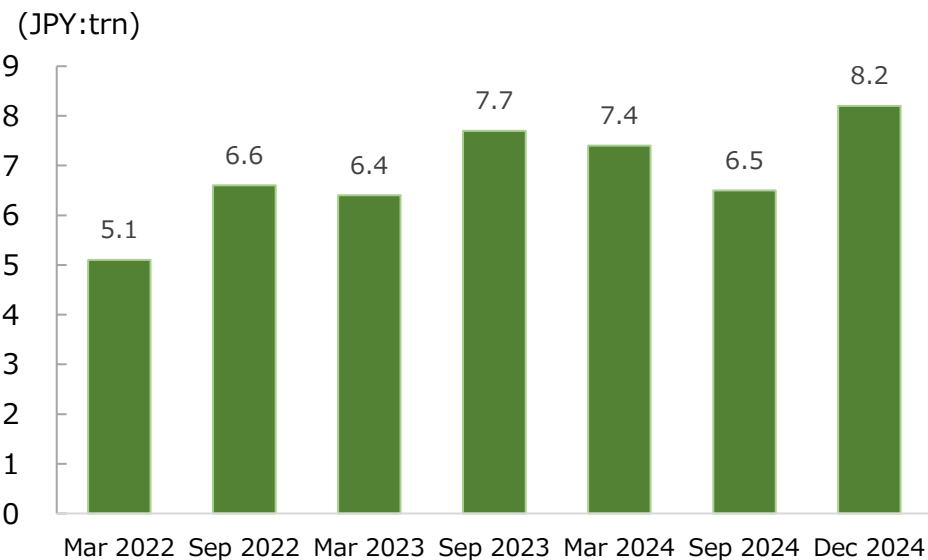
(in trillion yen)



Appendix

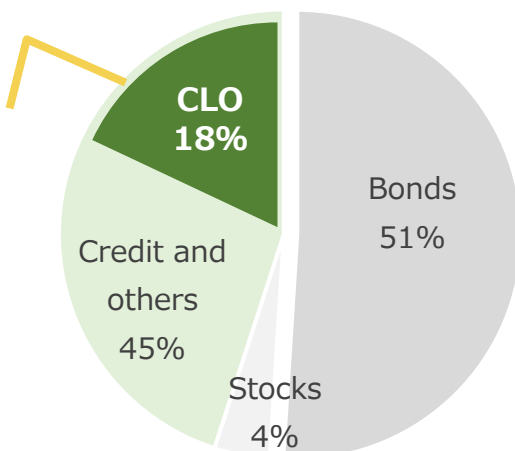
The Bank's Investment in CLOs

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

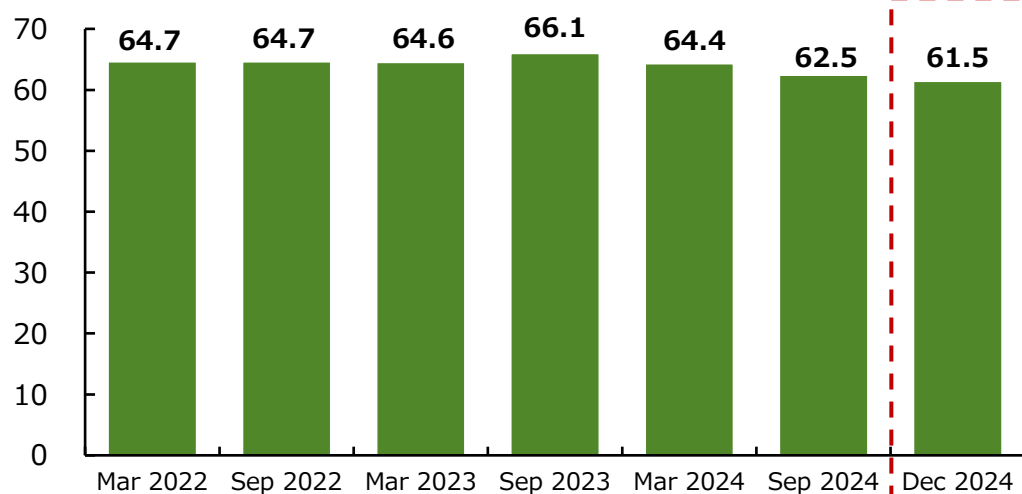
Monitoring

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

Funding

Deposits over Time (Non-consolidated)

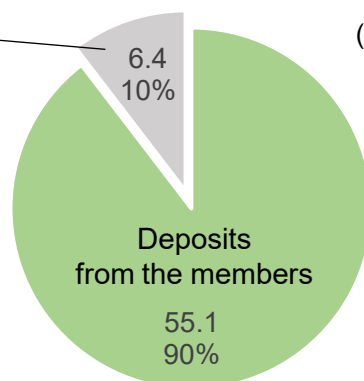
(in JPY trn)



(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)

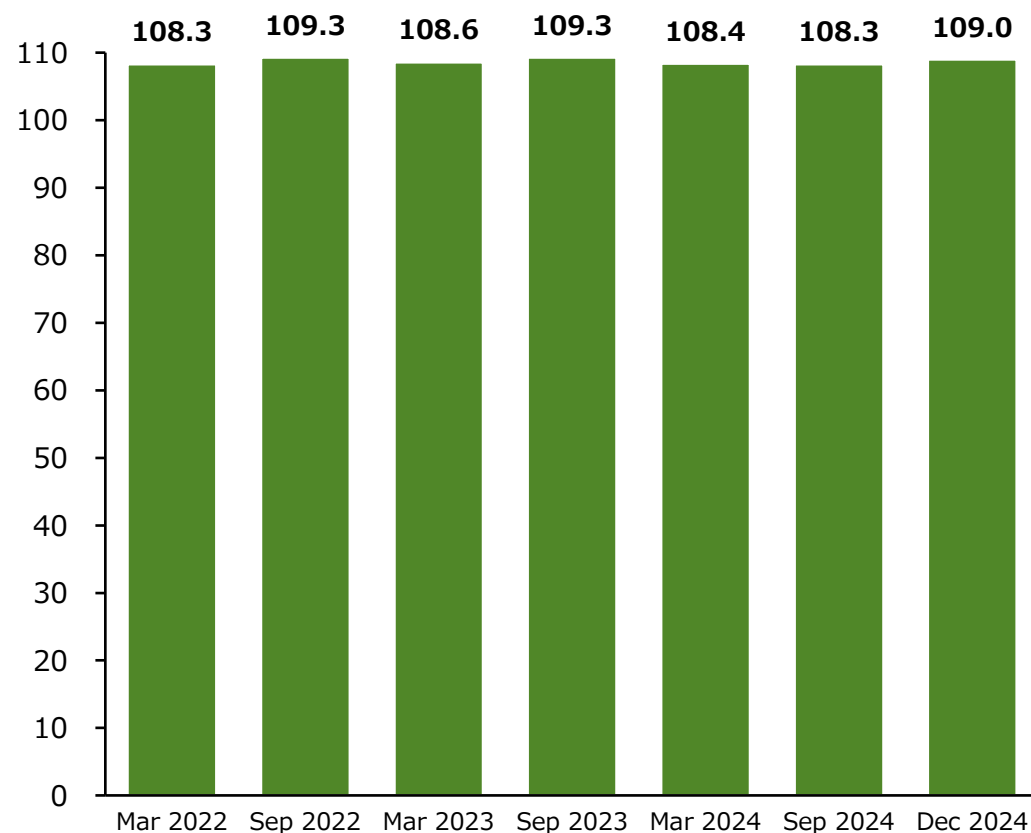
Deposits from non-members



(in JPY trn, %)

(Reference) JA Bank Deposits and Savings

(in JPY trn)



(Preliminary Figures)

Disclaimer

- The information in this presentation has been prepared by The Norinchukin Bank (the "Bank"). This document does not constitute an offer to sell or the solicitation of an offer to buy any security in the United States, Japan or any other jurisdiction.
- This presentation is based on the economic, regulatory, market and other conditions as in effect on the date hereof, and this information is not guaranteed accurate or complete. It should be understood that subsequent developments may affect the information contained in this presentation, which the Bank is not under an obligation to update, revise or affirm. The information in this presentation is subject to change without prior notice and such information may change materially. The Bank does not assume any responsibility for losses incurred directly or indirectly from the use of the information.
- This presentation contains statements that constitute forward-looking statements including estimations, forecasts, targets and plans. Such forward-looking statements do not represent any guarantee by management of future performance. In many cases, but not all, the Bank uses such words as "aim," "anticipate," "believe," "continue," "endeavor," "estimate," "expect," "initiative," "intend," "may," "plan," "potential," "probability," "project," "risk," "seek," "should," "strive," "target," "will" and similar expressions to identify forward-looking statements. You can also identify forward-looking statements by discussions of strategy, plans or intentions. Any forward-looking statements in this document are based on the current assumptions and beliefs of the Bank in light of the information currently available to it, and involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors may cause the Bank's actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by such forward-looking statements.
- The financial figures for the Bank are prepared in accordance with generally accepted accounting principles in Japan ("J-GAAP").