

Composition of Leverage Ratio Disclosure (Consolidated)

The Norinchukin Bank

As of June 30,2023

(millions of yen)

Basel III Template No.	Items	As of June 30,2023	As of March 31,2023
1	Total assets on the balance sheet	105,344,905	94,504,944
2	Assets of subsidiaries not included in the scope of consolidated leverage ratio (△)	-	-
3	Adjustment for securitized exposures that meet the operational requirements for the recognition of risk transference (-)	-	-
4	Adjustments for temporary exemption of central bank reserves (-)	20,176,384	21,241,013
5	Adjustment for fiduciary assets recognized on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure (-)		
6	Adjustments for regular-way purchases and sales of financial assets subject to trade date accounting	-	-
7	Adjustments for eligible cash pooling transactions	-	-
8	Adjustments for derivative financial instruments	527,611	339,915
8a	Exposures related to derivative transactions	726,830	624,058
8b	Accounting value of the derivatives recognized as assets (-)	199,219	284,142
9	Adjustment for securities financing transaction exposures (ie repurchase agreements and similar secured lending)	875,837	701,482
9a	Exposures related to securities financing transaction	1,095,282	1,103,316
9b	Accounting value of the SFTs recognized as assets (-)	219,445	401,833
10	Off balance sheet exposures	4,440,011	4,167,238
11	(Specific and general provisions associated with on balance sheet exposures that are deducted from Basel III Tier 1 capital) (-)	10,218	-
12	Other adjustments (-)	4,781,405	3,437,272
12a	Asset amounts deducted in determining Basel III Tier 1 capital and regulatory adjustments (-)	197,957	195,615
12b	Customers' Liabilities for Acceptances and Guarantees (-)	3,286,734	3,197,577
12c	Gross up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-
12d	Deductions of receivable assets for cash variation margin provided in derivatives transactions(-)	1,296,714	44,080
12e	Assets of subsidiaries included in the scope of consolidated leverage ratio (excluding amount of total assets on the consolidated balance sheet)	-	-
13	Total exposures	86,220,357	75,035,295

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(Millions of Yen, %)

Basel III Template No.	Items	As of June 30, 2023	As of March 31, 2023
On balance sheet exposures (1)			
1	On balance sheet exposures (excluding derivatives and securities financing transactions (SFTs), but including collateral)	81,463,123	69,380,377
2	Gross up for derivatives collateral provided where deducted from balance sheet assets pursuant to the operative accounting framework	-	-
3	Deductions of receivable assets for cash variation margin provided in derivatives transactions (-)	1,296,714	44,080
4	Adjustment for securities received under securities financing transactions that are recognized as an asset (-)	-	-
5	(Specific and general provisions associated with on balance sheet exposures that are deducted from Basel III Tier 1 capital) (-)	10,218	-
6	Asset amounts deducted in determining Basel III Tier 1 capital and regulatory adjustments (-)	197,957	195,615
7	Total on balance sheet exposures (a)	79,958,232	69,140,682
Derivative exposures (2)			
8	Replacement cost (RC) associated with all derivatives transactions multiplied by 1.4	220,683	168,824
9	Potential future exposure (RPE) associated with all derivatives transactions multiplied by 1.4	506,147	455,234
10	Exempted central counterparty (CCP) leg of clientcleared trade exposures (-)	-	-
11	Adjusted effective notional amount of written credit derivatives or other similar	-	-
12	Adjusted effective notional offsets and add on deductions for written credit derivatives or other similar (-)	-	-
13	Total derivative exposures (b)	726,830	624,058
Securities financing transaction exposures (3)			
14	The amount of assets related to repo transactions, etc.	3,646,334	3,938,209
15	The amount of deductions from the assets above (line 14) (-)	3,426,889	3,536,375
16	The exposures for counterparty credit risk for repo transactions, etc.	875,837	701,482
17	The exposures for agent repo transaction	-	-
18	The Total exposures related to repo transactions, etc. (c)	1,095,282	1,103,316
Off balance sheet exposures (4)			
19	Notional amount of off-balance sheet transactions	6,536,287	6,103,240
20	The amount of adjustments for conversion in relation to off-balance sheet transactions (-)	2,096,275	1,936,001
22	Total exposures related to off-balance sheet transactions (d)	4,440,011	4,167,238
Leverage ratio (5)			
23	The amount of capital (Tier 1 capital) (e)	6,526,705	6,653,992
24	Total exposures ((a) + (b) + (c) + (d))	86,220,357	75,035,295
25	Leverage ratio ((e) / (f))	7.56%	8.86%
26	Applicable minimum leverage ratio requirement	3.00%	3.00%
27	Applicable minimum leverage buffer	-	-
Leverage ratio included in due from the Bank of Japan (6)			
	Total exposures (f)	86,220,357	75,035,295
	The deposits with the Bank of Japan	20,176,384	21,241,013
	Total exposures (including the deposits with the Bank of Japan) (f')	106,396,741	96,276,309
	Leverage ratio on a consolidated basis (including the deposits with the Bank of Japan) ((e) / (f'))	6.13%	6.91%
Disclosure of Average (7)			
28	Average of the amount of assets related to repo transactions (after deduction) ((g) + (h))	259,873	112,994
	Average of the amount of assets related to repo transactions (g)	3,666,246	3,795,755
	Average of the amount of deductions from the assets above (-)	3,406,373	3,682,761
29	The amount of assets related to repo transactions, etc (after deduction) at the end of the quarter ((i) + (j))	219,445	401,833
14	The amount of assets related to repo transactions, etc. (i)	3,646,334	3,938,209
15	The amount of deductions from the assets above (-) (j)	3,426,889	3,536,375
30	Total exposures (The average of the amount of assets related to repo transactions (after deduction) is applicable, the deposits with the Bank of Japan not included) (k)	86,260,786	74,746,456
30a	Total exposures (The average of the amount of assets related to repo transactions (after deduction) is applicable, the deposits with the Bank of Japan included) (l)	106,437,170	95,987,469
31	Leverage ratio (The average of the amount of assets related to repo transactions (after deduction) is applicable, the deposits with the Bank of Japan not included) ((e) / (k))	7.56%	8.90%
31a	Leverage ratio (The average of the amount of assets related to repo transactions (after deduction) is applicable, the deposits with the Bank of Japan included) ((e) / (l))	6.13%	6.93%

The Key drivers of material changes observed from the end of the previous reporting period to the end of the current reporting period

The decline in the ratio was mainly due to the increase in on-balance assets accompanying the acquiring invested assets.