

Revised rating on Ome Shinkin Bank from BBB to BBB+/Stable

January 31, 2011

<Rationale>

The Ome Shinkin Bank is a shinkin bank headquartered in Ome City in Tokyo, which has funds amounting approximately 680 billion yen. Its capital level in real terms, excluding deferred tax assets and also treatment for losses on valuation of securities available for sale, has been steadily improving, supported by good factors including improvement in unrealized gains (losses) on securities. Although profitability remains slightly low, risk of a sharp increase in credit costs is well controlled, in consideration of its covering bad debt with loan loss reserve and collateral. In addition, it is less likely that the current level of capital will be impaired sharply, given the improving unrealized gains (losses) on securities. As a result, JCR raised the rating on senior debts of the Bank from "BBB" to "BBB+" upward. The rating outlook is Stable. JCR will keep an eye on whether or not the Bank can accumulate retained earnings stably by reducing unrealized loss on investment trusts, etc. while controlling credit costs to a low amount.

Issuer: The Ome Shinkin Bank

<Rating Change>

Senior debts: BBB+/Stable (from BBB)