

Supplementary Materials for the Nine Months Ended December 31, 2009

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1. Business Highlights

(1) Total Policy Amount in Force

(Number: Thousands, 100 Millions of yen, %)

Category	As of December 31, 2009				As of March 31, 2009	
	Number		Amount		Number	Amount
		Change from Previous FYE (%)		Change from Previous FYE (%)		
Individual insurance	1,775	96.7	362,635	97.0	1,836	373,920
Individual term life insurance	1,348	96.9	340,968	97.1	1,391	351,055
Individual annuities	160	101.3	12,456	101.3	158	12,298
Subtotal	1,936	97.0	375,091	97.1	1,995	386,218
Group insurance	-	-	105,187	93.2	-	112,917
Group annuities	-	-	14,160	90.3	-	15,675

Notes:

1. Policy amounts for individual annuities are equal to the funds to be held at the time annuity payments are to commence for an annuity for which annuity payments have not yet commenced and the amount of policy reserve for an annuity for which payments have commenced.
2. The policy amount in force for group annuities is equal to the amount of outstanding policy reserve.

(2) New Policy Amount

(Number: Thousands, 100 Millions of yen, %)

Category	Nine Months Ended December 31, 2008					
	Number		Amount		New policies	Increase from conversion
		Change (%)		Change (%)		
Individual insurance	135	84.6	30,156	82.4	30,231	(75)
Individual term life insurance	112	82.8	29,628	82.2	29,704	(75)
Individual annuities	6	91.0	492	95.3	492	-
Subtotal	141	84.8	30,648	82.6	30,723	(75)
Group insurance	-	-	154	13.2	154	
Group annuities	-	-	0	12.4	0	

(Number: Thousands, 100 Millions of yen, %)

Category	Nine Months Ended December 31, 2009					
	Number		Amount		New policies	Increase from conversion
		Change (%)		Change (%)		
Individual insurance	119	88.2	26,948	89.4	27,057	(108)
Individual term life insurance	100	88.8	26,550	89.6	26,657	(107)
Individual annuities	7	121.8	772	157.0	772	0
Subtotal	127	89.7	27,721	90.5	27,830	(108)
Group insurance	-	-	183	119.0	183	
Group annuities	-	-	0	93.8	0	

Notes:

1. The number of new policies includes increase from conversion.
2. The new policy amount including increase from conversion for individual annuities is funds to be held at the time annuity payments are to commence for an annuity.
3. The new policy amount for group annuity is equal to the initial premium payment.

(3) Annualized Premiums

1) Policies in force

(Millions of yen, %)

Category	As of December 31, 2009		As of March 31, 2009	
	Amount	Change from Previous FYE (%)	Amount	
Individual insurance	592,324	96.0	616,948	
Individual annuities	75,824	158.3	47,905	
Total	668,149	100.5	664,853	
3rd sector	51,784	95.3	54,335	

2) New policies

(Millions of yen, %)

Category	Nine Months Ended December 31, 2008		Nine Months Ended December 31, 2009	
	Amount	Change (%)	Amount	Change (%)
Individual insurance	46,625	84.5	39,416	84.5
Individual annuities	1,956	93.1	29,785	1,522.6
Total	48,581	84.9	69,201	142.4
3rd sector	2,666	84.2	2,051	76.9

Notes:

1. The amounts are calculated by multiplying monthly premiums by 12, and dividing lump-sum payments by the insurance period.

2. The Japanese insurance market is legally divided into three major fields: the First Sector, which involves conventional life insurance; the Second Sector, which involves P&C insurance; and the Third Sector, which involves insurance positioned between the two, including medical insurance, cancer insurance, accident insurance, and nursing care insurance.

3. New policies include net increase from conversions.

(4) Surrender and Lapse Amount

(Number: Thousands, 100 Millions of yen, %)

Category	Nine Months Ended December 31, 2008				Nine Months Ended December 31, 2009			
	Number		Amount		Number		Amount	
		Change (%)		Change (%)		Change (%)		Change (%)
Individual insurance	153	104.9	29,344	108.4	149	97.5	30,179	102.8
Individual annuities	5	109.2	476	112.2	4	96.6	451	94.7
Total	158	105.0	29,820	108.5	154	97.5	30,630	102.7

(5) Surrender and Lapse Rate

(Surrender and lapse amount / Policy amount in force at the beginning of the fiscal year)

(%)

Category	Nine Months Ended December 31, 2008	Nine Months Ended December 31, 2009
Individual insurance	7.59	8.07
Individual annuities	3.82	3.67
Total	7.47	7.93

Note: The figures are not annualized.

2. Status of General Account Assets

(1) Asset Composition

(Millions of yen, %)

Category	As of December 31, 2009		As of March 31, 2009	
	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	209,236	3.9	485,818	8.9
Securities repurchased under resale agreements	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-
Monetary claims purchased	205,293	3.8	297,868	5.5
Securities under proprietary accounts	-	-	-	-
Monetary trusts	22,951	0.4	13,500	0.2
Securities	3,913,186	72.2	3,485,080	64.2
Domestic bonds	2,812,823	51.9	2,387,353	44.0
Domestic stocks	235,440	4.3	253,801	4.7
Foreign securities	498,724	9.2	512,554	9.4
Bonds	171,834	3.2	158,798	2.9
Stocks, etc.	326,889	6.0	353,756	6.5
Other securities	366,197	6.8	331,371	6.1
Loans	773,283	14.3	801,731	14.8
Policy loans	86,715	1.6	86,432	1.6
Commercial loans	686,567	12.7	715,298	13.2
Property and equipment	137,888	2.5	139,460	2.6
Deferred tax asset	102,076	1.9	123,734	2.3
Other assets	55,227	1.0	85,172	1.6
Reserve for possible loan losses	(2,174)	(0.0)	(830)	(0.0)
Total assets	5,416,970	100.0	5,431,536	100.0
Foreign currency denominated assets	254,556	4.7	260,308	4.8

(2) Fair Value Information on Securities and Others

1) Fair value information on securities (except trading securities)

a. Securities with market value

(Millions of yen)

Category	As of December 31, 2009				
	Cost/carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	537,610	539,595	1,984	2,028	43
Domestic bonds	537,610	539,595	1,984	2,028	43
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	3,250,420	3,319,928	69,507	109,188	39,680
Domestic bonds	2,234,466	2,275,213	40,746	44,706	3,960
Domestic stocks	119,366	163,588	44,222	47,469	3,246
Foreign securities	299,232	295,848	(3,383)	6,738	10,122
Bonds	169,711	171,834	2,122	4,369	2,247
Stocks, etc.	129,520	124,013	(5,506)	2,368	7,875
Other securities	353,024	340,410	(12,614)	7,449	20,064
Monetary claims purchased	201,497	201,946	449	2,735	2,286
Certificates of deposit	40,000	40,000	-	-	-
Monetary trusts	2,833	2,921	88	88	-
Total	3,788,031	3,859,524	71,492	111,216	39,723
Domestic bonds	2,772,077	2,814,808	42,731	46,734	4,003
Domestic stocks	119,366	163,588	44,222	47,469	3,246
Foreign securities	299,232	295,848	(3,383)	6,738	10,122
Bonds	169,711	171,834	2,122	4,369	2,247
Stocks, etc.	129,520	124,013	(5,506)	2,368	7,875
Other securities	353,024	340,410	(12,614)	7,449	20,064
Monetary claims purchased	201,497	201,946	449	2,735	2,286
Certificates of deposit	40,000	40,000	-	-	-
Monetary trusts	2,833	2,921	88	88	-

Notes:

1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Financial Instruments and Exchange Law.

2. Monetary trusts include securities other than trading securities.

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of December 31, 2009
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	1,356
Available-for-sale securities	254,816
Unlisted domestic stocks (excluding over-the-counter stocks)	70,495
Unlisted foreign stocks (excluding over-the-counter stocks)	0
Unlisted foreign bonds	-
Others	184,321
Total	256,172

Note: Securities included in jointly operated designated monetary trusts are not included herein.

a. Securities with market value

(Millions of yen)

Category	As of March 31, 2009				
	Cost/carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	4,200	4,138	(61)	-	61
Domestic bonds	4,200	4,138	(61)	-	61
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	3,604,605	3,552,064	(52,540)	68,816	121,356
Domestic bonds	2,375,999	2,383,153	7,153	21,496	14,342
Domestic stocks	154,627	190,619	35,991	42,214	6,223
Foreign securities	314,987	296,469	(18,517)	1,667	20,184
Bonds	168,131	158,798	(9,333)	611	9,945
Stocks, etc.	146,855	137,671	(9,183)	1,055	10,239
Other securities	383,787	306,962	(76,825)	1,339	78,165
Monetary claims purchased	294,702	294,358	(343)	2,097	2,441
Certificates of deposit	80,500	80,500	-	-	-
Monetary trusts	-	-	-	-	-
Total	3,608,805	3,556,202	(52,602)	68,816	121,418
Domestic bonds	2,380,199	2,387,291	7,091	21,496	14,404
Domestic stocks	154,627	190,619	35,991	42,214	6,223
Foreign securities	314,987	296,469	(18,517)	1,667	20,184
Bonds	168,131	158,798	(9,333)	611	9,945
Stocks, etc.	146,855	137,671	(9,183)	1,055	10,239
Other securities	383,787	306,962	(76,825)	1,339	78,165
Monetary claims purchased	294,702	294,358	(343)	2,097	2,441
Certificates of deposit	80,500	80,500	-	-	-
Monetary trusts	-	-	-	-	-

Notes:

1. The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Financial Instruments and Exchange Law.

2. Monetary trusts include securities other than trading securities.

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of March 31, 2009
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	1,356
Available-for-sale securities	242,440
Unlisted domestic stocks (excluding over-the-counter stocks)	61,825
Unlisted foreign stocks (excluding over-the-counter stocks)	0
Unlisted foreign bonds	-
Others	180,614
Total	243,796

Note: Securities included in jointly operated designated monetary trusts are not included herein.

c. Fair value information consisting of those stated in previous table-b and foreign exchange and other gains/losses for table-a

(Millions of yen)

Category	As of December 31, 2009				
	Cost/carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	537,610	539,595	1,984	2,028	43
Domestic bonds	537,610	539,595	1,984	2,028	43
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	1,356	1,356	-	-	-
Available-for-sale securities	3,505,237	3,547,603	42,366	114,676	72,310
Domestic bonds	2,234,466	2,275,213	40,746	44,706	3,960
Domestic stocks	189,861	234,083	44,222	47,469	3,246
Foreign securities	456,619	427,240	(29,379)	11,810	41,189
Bonds	169,711	171,834	2,122	4,369	2,247
Stocks, etc.	286,907	255,405	(31,502)	7,440	38,942
Other securities	379,958	366,197	(13,760)	7,867	21,627
Monetary claims purchased	201,497	201,946	449	2,735	2,286
Certificates of deposit	40,000	40,000	-	-	-
Monetary trusts	2,833	2,921	88	88	-
Total	4,044,204	4,088,555	44,351	116,704	72,353
Domestic bonds	2,772,077	2,814,808	42,731	46,734	4,003
Domestic stocks	191,217	235,440	44,222	47,469	3,246
Foreign securities	456,619	427,240	(29,379)	11,810	41,189
Bonds	169,711	171,834	2,122	4,369	2,247
Stocks, etc.	286,907	255,405	(31,502)	7,440	38,942
Other securities	379,958	366,197	(13,760)	7,867	21,627
Monetary claims purchased	201,497	201,946	449	2,735	2,286
Certificates of deposit	40,000	40,000	-	-	-
Monetary trusts	2,833	2,921	88	88	-

(Millions of yen)

Category	As of March 31, 2009				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	4,200	4,138	(61)	-	61
Domestic bonds	4,200	4,138	(61)	-	61
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	1,356	1,356	-	-	-
Available-for-sale securities	3,847,045	3,760,992	(86,052)	72,044	158,096
Domestic bonds	2,375,999	2,383,153	7,153	21,496	14,342
Domestic stocks	216,452	252,444	35,991	42,214	6,223
Foreign securities	469,699	419,163	(50,535)	4,723	55,258
Bonds	168,131	158,798	(9,333)	611	9,945
Stocks, etc.	301,567	260,365	(41,201)	4,111	45,313
Other securities	409,690	331,371	(78,318)	1,511	79,830
Monetary claims purchased	294,702	294,358	(343)	2,097	2,441
Certificates of deposit	80,500	80,500	-	-	-
Monetary trusts	-	-	-	-	-
Total	3,852,601	3,766,487	(86,114)	72,044	158,158
Domestic bonds	2,380,199	2,387,291	7,091	21,496	14,404
Domestic stocks	217,809	253,801	35,991	42,214	6,223
Foreign securities	469,699	419,163	(50,535)	4,723	55,258
Bonds	168,131	158,798	(9,333)	611	9,945
Stocks, etc.	301,567	260,365	(41,201)	4,111	45,313
Other securities	409,690	331,371	(78,318)	1,511	79,830
Monetary claims purchased	294,702	294,358	(343)	2,097	2,441
Certificates of deposit	80,500	80,500	-	-	-
Monetary trusts	-	-	-	-	-

Note: Securities included in jointly operated designated monetary trusts are not included herein.

2) Fair value information on monetary trusts

(Millions of yen)

Category	As of December 31, 2009					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	22,863	22,951	22,951	-	-	-

(Millions of yen)

Category	As of March 31, 2009					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	13,500	13,500	13,500	-	-	-

a. Monetary trusts for investment

The Company held no monetary trusts for investment as of March 31, 2009 and December 31, 2009.

b. Monetary trusts for held-to-maturity, policy reserve matching securities and others

(Millions of yen)

Category	As of December 31, 2009					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(a)	Gains	Losses
Monetary trusts for held-to-maturity	-	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-	-
Other monetary trusts	22,863	22,951	22,951	88	88	-
Investment type focused on stocks	-	-	-	-	-	-
Investment type focused on foreign bonds	4,013	4,101	4,101	88	88	-
Jointly-managed monetary trusts	18,850	18,850	18,850	-	-	-
Total	22,863	22,951	22,951	88	88	-

(Millions of yen)

Category	As of March 31, 2009					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(a)	Gains	Losses
Monetary trusts for held-to-maturity	-	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-	-
Other monetary trusts	13,500	13,500	13,500	-	-	-
Investment type focused on stocks	-	-	-	-	-	-
Investment type focused on foreign bonds	-	-	-	-	-	-
Jointly-managed monetary trusts	13,500	13,500	13,500	-	-	-
Total	13,500	13,500	13,500	-	-	-

Note: Above figures show all of the fair value information on monetary trusts including securities, cash and call loans and others.

3) Fair value information on real estate

(Millions of yen)

Category	As of December 31, 2009				
	Carrying value	Current fair value		Net unrealized gains (losses)	
				Gains	Losses
Land	78,737	109,238	30,501	50,207	19,706
Leasehold	844	621	(223)	433	657
Total	79,581	109,859	30,277	50,641	20,363

(Millions of yen)

Category	As of March 31, 2009				
	Carrying value	Current fair value		Net unrealized gains (losses)	
				Gains	Losses
Land	78,737	109,334	30,597	50,252	19,655
Leasehold	844	621	(223)	433	657
Total	79,581	109,955	30,373	50,686	20,313

Note: Current fair value basically shows the appraisal price; as for less important properties, it shows the posted price.

4) Fair value information on derivative transactions

a. Gains (losses) on derivatives with and without hedge accounting

(Millions of yen)

Category	As of December 31, 2009					
	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	157	(25)	-	-	-	132
Hedge accounting not applied	(337)	(3,260)	(363)	-	-	(3,961)
Total	(179)	(3,285)	(363)	-	-	(3,829)

(Millions of yen)

Category	As of March 31, 2009					
	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	282	(1,274)	-	-	-	(992)
Hedge accounting not applied	(394)	(2,243)	(1,543)	-	-	(4,181)
Total	(112)	(3,518)	(1,543)	-	-	(5,173)

Notes:

1. Gains (losses) on derivatives which are applied to fair value hedge method (currency-related transactions as of December 31, 2009: a loss of 25 million yen; as of March 31, 2009: a loss of 1,274 million yen) and gains (losses) on derivatives which are not applied to hedge accounting are recorded in the income statements.

2. Assets and liabilities denominated in foreign currencies, which have fixed settlement amounts in yen under forward exchange contracts and have been disclosed in yen amounts in the balance sheets, are not subject to disclose.

b. Interest-related transactions

(Millions of yen)

Category	As of December 31, 2009				As of March 31, 2009			
	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)
		Over 1 Year				Over 1 Year		
Over-the-counter transactions								
Interest rate swaps:								
Receipts fixed, payments floating	-	-	-	-	-	-	-	-
Receipts floating, payments fixed	49,557	32,503	(179)	(179)	49,557	49,557	(112)	(112)
Receipts floating, payments floating	-	-	-	-	-	-	-	-
Others								
Sold	-	-	-	-	-	-	-	-
Bought	-	-	-	-	-	-	-	-
Total				(179)				(112)

c. Currency-related transactions

(Millions of yen)

Category	As of December 31, 2009				As of March 31, 2009			
	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)
		Over 1 Year				Over 1 Year		
Over-the-counter transactions								
Foreign exchange contracts								
Sold:								
U.S. dollar	147,249	-	150,913	(3,664)	150,316	-	153,899	(3,583)
Euro	103,301	-	107,090	(3,789)	119,500	-	121,032	(1,531)
British pound	39,479	-	39,405	74	28,070	-	29,953	(1,883)
Canadian dollar	4,371	-	4,319	51	2,442	-	2,580	(138)
Bought:								
U.S. dollar	96	-	97	(1)	303	-	333	(30)
Euro	11,832	-	12,211	378	10,813	-	10,878	65
British pound	11,832	-	12,211	378	9,074	-	9,075	0
Canadian dollar	-	-	-	-	1,739	-	1,803	64
Bought:								
U.S. dollar	-	-	-	-	-	-	-	-
Euro	-	-	-	-	-	-	-	-
British pound	-	-	-	-	-	-	-	-
Canadian dollar	-	-	-	-	-	-	-	-
Total				(3,285)				(3,518)

Notes:

1. Forward exchange rates are used as the year -term end exchange rates.

2. Assets and liabilities denominated in foreign currencies, which have fixed settlement amounts in yen under forward exchange contracts and have been disclosed in yen amounts in the balance sheets, are not subject to disclose.

d. Stock-related transactions

(Millions of yen)

Category	As of December 31, 2009			As of March 31, 2009		
	Contracted value or notional principal amount		Current market or fair value	Contracted value or notional principal amount		Current market or fair value
		Over 1 Year			Over 1 Year	
Exchange-traded transactions						
Stock index futures:						
Sold	17,698	-	18,422	56,244	-	59,089
Bought	17,719	-	18,080	21,044	-	22,346
Stock options:						
Sold						
Call	-	-	-	-	-	-
Put	-	-	-	-	-	-
Bought						
Call	-	-	-	-	-	-
Put	-	-	-	-	-	-
Total			(363)			(1,543)

e. Bond-related transactions

The Company held no bond-related derivative instruments as of March 31, 2009 and December 31, 2009.

f. Others

The Company held no other derivative instruments as of March 31, 2009 and December 31, 2009.

3. Status of Separate Account Assets

(1) Balance of Separate Account Assets

(Millions of yen)

Category	As of December 31, 2009	As of March 31, 2009
Individual variable insurance	17,665	16,058
Individual variable annuities	15,696	14,414
Individual variable annuities (non-participating)	6,577	6,648
Group annuities	0	2,866
Total	39,939	39,988

(2) Total number of policies and total policy amount in force

1) Individual variable insurance

(Number, Millions of yen)

Category	As of December 31, 2009		As of March 31, 2009	
	Number	Amount	Number	Amount
Variable insurance (term life)	201	728	218	769
Variable insurance (whole life)	7,521	57,528	7,684	58,589
Total	7,722	58,257	7,902	59,358

2) Individual variable annuities

(Number, Millions of yen)

Category	As of December 31, 2009		As of March 31, 2009	
	Number	Amount	Number	Amount
Variable annuities (variable investment type)	158	676	161	707
Variable annuities (guaranteed living benefit type)	158	496	158	496
Non-participating individual variable annuities (guaranteed living benefit type)	459	6,115	472	6,463
Total	775	7,288	791	7,667

4. Reconciliation to Core Profit and Ordinary Profit

(1) Reconciliation to Core Profit

(Millions of yen)

Category	Nine Months Ended December 31, 2008	Nine Months Ended December 31, 2009
Core revenues	895,083	794,592
Income from insurance premiums	612,671	587,897
Insurance premiums	612,167	587,340
Ceded reinsurance recoveries	504	557
Investment income	97,627	71,590
Interest, dividends and income from real estate for rent	95,692	65,508
Other investment income	1,935	1,852
Gains on separate accounts, net	-	4,229
Other ordinary income	184,255	134,035
Income related to withheld insurance claims and other payments for future annuity payments	736	1,143
Income due to withheld insurance payment	2,380	2,388
Reversal of reserve for outstanding claims	5,299	5,326
Reversal of policy reserves (except contingency reserve)	174,506	122,792
Other ordinary income	1,331	2,385
Other core revenues	529	1,068
Core expenses	885,553	751,398
Insurance claims and other payments	703,573	642,539
Insurance claims	232,874	155,318
Annuity payments	23,711	23,560
Insurance benefits	128,276	125,232
Surrender payments	234,958	235,440
Other payments	83,103	102,374
Reinsurance premiums	649	612
Provision for policy and other reserves	586	547
Interest portion of reserve for policyholder dividends	586	547
Investment expenses	80,270	14,771
Interest expenses	126	30
Provision for general reserve for possible loan losses	-	1,312
Depreciation of real estate for rent	2,416	2,331
Other investment expenses	66,389	11,097
Losses on separate accounts, net	11,337	-
Operating expenses	87,155	81,721
Other ordinary expenses	11,709	11,818
Payments related to withheld insurance claims	2,210	2,227
Taxes	5,007	4,704
Depreciation	3,250	2,759
Provision for reserve for employees' retirement benefits	246	57
Other ordinary losses	994	2,070
Other core expenses	2,257	-
Core profit	9,530	43,193

[Reference] Negative Spread

(Millions of yen)

Category	Nine Months Ended December 31, 2008	Nine Months Ended December 31, 2009
Amount of negative spread	62,946	32,679
Investment yield on core profit	0.71%	1.48%
Average assumed investment yield	2.42%	2.39%
Individual insurance and annuities	3.02%	2.90%
Policy reserve in general accounts	4,923,575	4,776,940

Notes:

1. Negative spread is calculated by the following method:

(Investment yield on core profit - Average assumed investment yield) x Policy reserve in general accounts x 3/4

2. "Investment yield on core profit" is calculated by dividing numerator as investment revenues and expenses (investment profit in general account) included in core profit less amount of provision for accumulated interest due to policyholders by denominator as policy reserve in general reserve in general account.

3. Average assumed investment yield is calculated by dividing numerator as assumed interest (general accounts only) by denominator as policy reserve in general accounts.

4. Investment yield on core profit and average assumed investment yield are annualized.

5. Policy reserve in general accounts represents the earned policy reserve calculated for policy reserve in general accounts less contingency reserve by Hardy method as follows:

Hardy method: (Policy reserve at beginning of fiscal year + Policy reserve at the end of fiscal year - Assumed interest) x 1/2

(2) Reconciliation to Ordinary Profit

(Millions of yen)

Category	Nine Months Ended December 31, 2008	Nine Months Ended December 31, 2009
Core profit (A)	9,530	43,193
Capital gains	34,157	13,912
Gains from monetary trusts, net	-	80
Gains on investment in trading securities, net	-	4,176
Gains on sales of securities	17,318	10,723
Gains from derivatives, net	17,368	-
Others	(529)	(1,068)
Capital losses	122,266	14,669
Losses from monetary trusts, net	4,947	-
Losses on investments in trading securities, net	38,102	-
Losses on sales of securities	45,669	1,492
Devaluation losses on securities	32,013	8,847
Losses from derivatives, net	-	2,894
Foreign exchange losses, net	3,790	1,435
Others	(2,257)	-
Capital gains (losses) (B)	(88,109)	(757)
Core profit reflecting capital gains (losses) (A)+(B)	(78,578)	42,436
Other one-time gains	190	1,025
Reversal of contingency reserve	190	1,025
Other one-time losses	2	5,032
Provision for specific reserve for possible loan losses	-	32
Write-off of loans	2	5,000
Other one-time gains (losses) (C)	188	(4,006)
Ordinary profit (losses) (A)+(B)+(C)	(78,390)	38,430

Notes:

1. Core profit for the nine months ended December 31, 2009 includes 21 million yen of gains from monetary trusts, 729 million yen of gains on investment in trading securities, and 317 million yen of losses from derivatives as other core revenue, instead of capital gains.

2. Core profit for the year ended December 31, 2008 includes 394 million yen of gains from derivatives, 134 million yen of losses from monetary trusts, and (2,257) million yen of losses on investment in trading securities instead of capital gains/losses.

5. Solvency Margin Ratio

		(Millions of yen)	
Items	As of December 31, 2009	As of March 31, 2009	
Total solvency margin (A)	638,247	497,804	
Common stocks, etc. (less certain items)	273,658	263,870	
Reserve for price fluctuations	43,445	42,020	
Contingency reserve	52,194	53,220	
General reserve for possible loan losses	1,441	129	
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent., if gains; x 100 per cent., if losses)	38,129	(86,052)	
Net unrealized gains(losses) on real estate (x 85 per cent., if gains; x 100 per cent., if losses)	25,736	25,817	
Excess amount of policy reserve based on Zillmer method	125,150	129,268	
Unallotted portion of reserve for policyholder dividends	7,298	7,176	
Future profits	7,108	3,113	
Deferred tax assets	64,083	59,239	
Subordinated debt	-	-	
Deductible items	-	-	
Total risk $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	119,010	120,901	
Insurance risk R_1	27,094	28,235	
3rd sector insurance risk R_8	3,546	3,730	
Assumed investment yield risk R_2	15,992	16,814	
Investment risk R_3	95,157	94,388	
Business risk R_4	2,853	4,322	
Minimum guarantee risk R_7	892	908	
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,072.5%	823.4%	

Notes:

- The above ratio is calculated in accordance with Articles 86, 87 of the ministerial ordinance for Insurance Business Law as well as Announcement No. 50 issued by the Ministry of Finance in 1996.
- "Common stock, etc. (less certain items)" represents net assets on the balance sheet less net unrealized gains on securities, provision for advanced depreciation on real estate, gains on deferred hedge and estimated appropriation paid in cash.
- Net unrealized gains (losses) on real estates are basically calculated by the method of appraised price, whereas as for less important real estates, they are calculated by the method of posted price.
- "Minimum guarantee risk R_7 " were calculated using the standard method regulated by FSA.

6. Adjusted Net Assets

		(Millions of yen)	
Category	As of December 31, 2009	As of March 31, 2009	
Adjusted net assets	584,210	447,941	

Notes:

- The figures as of March 31, 2009 were calculated according to the orders providing classifications of Insurance Business Law, and descriptions provided in Notification No. 2 issued in January 1999 by Financial Supervisory Agency and Ministry of Finance.
- The figure as of December 31, 2009 were calculated using a reasonable method based on regulatory rules.

[Reference]

Business Results for the Three Months from October 1 to December 31

1. Business Highlights

(1) New Policy Amount

(Number: Thousands, 100 Millions of yen, %)

Category	Three Months from October 1, 2008 to December 31, 2008				Three Months from October 1, 2009 to December 31, 2009					
	Number	Amount			Number	Change (%)	Amount			
		New policies	Increase from conversion				Change (%)	New policies	Increase from conversion	
Individual insurance	44	9,637	9,690	(53)	40	91.9	9,671	100.4	9,717	(46)
Individual term life insurance	35	9,465	9,518	(53)	34	94.8	9,527	100.7	9,574	(46)
Individual annuities	2	167	167	-	3	148.4	323	193.0	323	-
Subtotal	46	9,804	9,858	(53)	43	94.6	9,995	101.9	10,041	(46)
Group insurance	-	6	6	/	-	-	6	90.3	6	/
Group annuities	-	0	0	/	-	-	0	607.5	0	/

Notes:

1. The number of new policy amount is the sum of new policies and conversions.
2. Policy amounts for individual annuities are equal to the funds to be held at the time annuity payments are to commence for an annuity for which annuity payments have not yet commenced and the amount of policy reserve for an annuity for which payments have commenced.
3. The policy amount in force for group annuities is equal to the amount of outstanding policy reserve.

(2) Annualized Premiums of New policies

(Millions of yen, %)

Category	Three Months from October 1, 2008 to December 31, 2008	Three Months from October 1, 2009 to December 31, 2009	
			Change (%)
Individual insurance	14,816	14,236	96.1
Individual annuities	685	12,988	1,894.9
Total	15,502	27,225	175.6
3rd sector	784	708	90.4

Notes:

1. The amounts are calculated by multiplying monthly premiums by 12, and dividing lump-sum payments by the insurance period.
2. The Japanese insurance market is legally divided into three major fields: the First Sector, which involves conventional life insurance; the Second Sector, which involves P&C insurance; and the Third Sector, which involves insurance positioned between the two, including medical insurance, cancer insurance, accidental insurance, and nursing care insurance.
3. New policies include net increase from conversions.

2. Unaudited Non-Consolidated Statements of Operations

(Millions of yen)

	Three months from October 1, 2008 to December 31, 2008	Three months from October 1, 2009 to December 31, 2009
	Amount	Amount
Ordinary revenues	307,211	311,872
Income from insurance premiums	198,285	195,499
Insurance premiums	198,163	195,375
Ceded reinsurance recoveries	121	123
Investment income	48,256	25,738
Interest, dividends and income from real estate for rent	22,727	20,860
Interest income from deposits	853	253
Interest income and dividends from securities	13,491	13,078
Interest income from loans	4,817	4,543
Interest from real estate for rent	1,971	1,888
Other income from interest and dividends	1,593	1,095
Gains from monetary trust, net	-	36
Gains on investment in trading securities, net	-	3,208
Gains on sales of securities	199	323
Gains from derivatives, net	24,725	-
Other investment income	604	608
Gains on separate accounts, net	-	700
Other ordinary income	60,669	90,634
Income related to withheld insurance claims and other payments for future annuity payments	189	541
Income due to withheld insurance payments	649	854
Reversal of reserve for outstanding claims	5,223	3,256
Reversal of policy reserve	54,455	85,844
Other ordinary income	152	137
Ordinary expenses	410,926	300,415
Insurance claims and other payments	221,673	256,745
Insurance claims	58,754	49,957
Annuity payments	8,530	8,470
Insurance benefits	42,083	43,536
Surrender payments	82,932	80,364
Other payments	29,147	74,202
Reinsurance premiums	225	214
Provision for policy and other reserves	193	177
Interest portion of reserve for policyholder dividends	193	177
Investment expenses	156,684	12,850
Interest expenses	21	10
Losses from monetary trust, net	5,096	-
Losses on investment in trading securities, net	30,050	-
Losses on sales of securities	43,906	188
Devaluation losses on securities	7,178	1,350
Losses from derivatives, net	-	2,219
Foreign exchange losses, net	1,401	769
Write-off of loans	-	5,000
Depreciation of real estate for rent	829	781
Other investment expenses	60,348	2,530
Losses on separate accounts, net	7,852	-
Operating expenses	28,705	26,977
Other ordinary expenses	3,670	3,665
Payments related to withheld insurance claims	688	721
Taxes	1,660	1,559
Depreciation	1,096	883
Provision for reserve for employees' retirement benefits	92	141
Other ordinary losses	133	359
Ordinary profit (loss)	(103,715)	11,456

(Millions of yen)

	Three months from October 1, 2008 to December 31, 2008	Three months from October 1, 2009 to December 31, 2009
	Amount	Amount
Extraordinary gains	35,120	5,256
Gains on disposal of fixed assets	54	-
Reversal of reserve for price fluctuations	34,953	-
Reversal of reserve for possible loan losses	57	5,250
Recoveries of bad debts previously written-off	54	5
Extraordinary losses	349	470
Losses on disposal of fixed assets	349	10
Provision for reserve for price fluctuations	-	459
Provision (Reversal) for reserve for policyholder dividends	(2,731)	3,605
Income (Loss) before income taxes	(66,213)	12,636
Current income taxes	(13,377)	1,441
Deferred income taxes	(10,665)	948
Total income taxes	(24,042)	2,389
Net income (loss)	(42,171)	10,246

3. Reconciliation to Core Profit and Ordinary Profit

(1) Reconciliation to Core Profit

(Millions of yen)

Category	Three Months from October 1, 2008 to December 31, 2008	Three Months from October 1, 2009 to December 31, 2009
Core revenues	281,873	308,519
Income from insurance premiums	198,285	195,499
Insurance premiums	198,163	195,375
Ceded reinsurance recoveries	121	123
Investment income	23,331	22,169
Interest, dividends and income from real estate for rent	22,727	20,860
Other investment income	604	608
Gains on separate accounts, net	-	700
Other ordinary income	60,127	90,394
Income related to withheld insurance claims and other payments for future annuity payments	189	541
Income due to withheld insurance payment	649	854
Reversal of reserve for outstanding claims	5,223	3,256
Reversal of policy reserves (except contingency reserve)	53,912	85,604
Other ordinary income	152	137
Other core revenues	129	456
Core expenses	326,127	290,887
Insurance claims and other payments	221,673	256,745
Insurance claims	58,754	49,957
Annuity payments	8,530	8,470
Insurance benefits	42,083	43,536
Surrender payments	82,932	80,364
Other payments	29,147	74,202
Reinsurance premiums	225	214
Provision for policy and other reserves	193	177
Interest portion of reserve for policyholder dividends	193	177
Investment expenses	69,052	3,322
Interest expenses	21	10
Depreciation of real estate for rent	829	781
Other investment expenses	60,348	2,530
Losses on separate accounts, net	7,852	-
Operating expenses	28,705	26,977
Other ordinary expenses	3,670	3,665
Payments related to withheld insurance claims	688	721
Taxes	1,660	1,559
Depreciation	1,096	883
Write-off of loans	92	141
Other ordinary losses	133	359
Other core expenses	2,832	-
Core profit	(44,254)	17,631

(2) Reconciliation to Ordinary Profit

(Millions of yen)

Category	Three Months from October 1, 2008 to December 31, 2008	Three Months from October 1, 2009 to December 31, 2009
Core profit (A)	(44,254)	17,631
Capital gains	24,795	3,112
Gains from monetary trusts, net	-	36
Gains on investments in trading securities, net	-	3,208
Gains on sales of securities	199	323
Gains from derivatives, net	24,725	-
Others	(129)	(456)
Capital losses	84,799	4,528
Losses from monetary trusts, net	5,096	-
Losses on investments in trading securities, net	30,050	-
Losses on sales of securities	43,906	188
Devaluation losses on securities	7,178	1,350
Losses from derivatives, net	-	2,219
Foreign exchange losses, net	1,401	769
Others	(2,832)	-
Capital gains (losses) (B)	(60,003)	(1,415)
Core profit reflecting capital gains (losses) (A)+(B)	(104,257)	16,216
Other one-time gains	542	240
Reversal of contingency reserve	542	240
Other one-time losses	-	5,000
Write-off of loans	-	5,000
Other one-time gains (losses) (C)	542	(4,759)
Ordinary profit (losses) (A)+(B)+(C)	(103,715)	11,456

Notes:

1. Core profit for the three months from October 1, 2009 to December 31, 2009 includes 20 million yen of gains from monetary trusts, 333 million yen of gains on investment in trading securities, and 102 million yen of losses from derivatives, instead of capital gains.

2. Core profit for the three months from October 1, 2008 to December 31, 2008 includes 129 million yen of gains from derivatives, (0) million yen of losses from monetary trusts, and (2,831) million yen of losses on investment in trading securities, instead of capital gains/losses.

Exhibit

**The State of Investment in Securitized Products, Sub-prime Related Products and Others
(As of December 31, 2009)**

1. Overseas Investments (Foreign-Currency-Denominated)

(1) SPEs

(Billions of yen)

	Fair value	Net unrealized gains/losses	Realized gains/losses
SPEs	-	-	-
ABCP	-	-	-
SIV	-	-	-
Other products	-	-	-

Note: The above table shows the figures for SPEs to invest in securitized products and others.

(2) CDO

(Billions of yen)

	Ratings	Fair value	Net unrealized gains/losses	Realized gains/losses
CDO		3.8	0.8	0.2
ABS-CDO		-	-	-
Sub-prime and ALT-A exposure		-	-	-
CLO		3.8	0.8	0.2
Senior		2.9	0.0	0.0
AAA		0.1	0.0	0.0
AA		2.3	0.0	0.0
A		0.3	0.0	0.0
Equity		0.9	0.7	0.2
CBO		-	-	-
Other products		-	-	-

(3) Other sub-prime and ALT-A exposure

(Billions of yen)

	Fair value	Net unrealized gains/losses	Realized gains/losses
Other sub-prime and ALT-A exposure	-	-	-

(4) CMBS

(Billions of yen)

	Fair value	Net unrealized gains/losses	Realized gains/losses
	[ref.] as of Sep. 30, 2009		
CMBS	-	-	-

(5) Leveraged Finance

(Billions of yen)

	Fair value	Net unrealized gains/losses	Realized gains/losses
	[ref.] as of Sep. 30, 2009		
Leveraged finance	-	-	-

(6) Other products

(Billions of yen)

	Fair value	Net unrealized gains/losses	Realized gains/losses
ABCP	-	-	-
RMBS	-	-	-
CDS	-	-	-
Other products	-	-	-

Offshore hedge funds and overseas investment partnerships which mainly invest in credit related products partly include investments in the sub-prime related products. The details are as follows:

Total fair value of offshore hedge funds as of December 31, 2009 amounted to 71.4 billion yen and total realized gains/losses of offshore hedge funds for the nine months ended December 31, 2009 resulted in a gain of 4.1 billion yen. Hedge Funds are categorized as trading securities, thus changes in fair value of hedge funds are reflected in realized gains/losses. Therefore there are no net unrealized gains/losses.

Total fair value and net unrealized gains/losses of overseas investment partnerships which mainly invest in credit related products as of December 31, 2009 amounted to 2.0 billion yen. Total realized gains/losses for the nine months ended December 31, 2009 resulted in a gain of 0.1 billion yen and net unrealized gains/losses resulted in a gain of 0.8 billion yen.

2. Domestic Investments (Yen-Denominated)

(1) SPEs

(Billions of yen)

	Fair value	Net unrealized gains/losses	Realized gains/losses
SPEs	-	-	-
ABCP	-	-	-
SIV	-	-	-
Other products	-	-	-

Note : The above table shows the figures for SPEs to invest in securitized products and others.

(2) CDO

(Billions of yen)

	Rating	Fair value	Net unrealized gains/losses	Realized gains/losses
CDO		1.6	(0.0)	0.0
ABS-CDO		-	-	-
CLO		1.6	(0.0)	0.0
Senior		1.6	(0.0)	0.0
AAA		1.6	(0.0)	0.0
CBO		-	-	-
Other products		-	-	-

(3) Other Sub-Prime and ALT-A Exposure

(Billions of yen)

	Fair value	Net unrealized gains/losses	Realized gains/losses
Other sub-prime and ALT-A exposure	-	-	-

(4) CMBS

(Billions of yen)

Rating	Fair value		Net unrealized gains/losses	Realized gains/losses
		[ref.] as of Sep. 30, 2009		
CMBS	32.6	34.6	(2.7)	(2.2)
AAA	3.2	3.2	(0.0)	0.0
AA	0.5	0.5	(0.0)	0.0
A	11.2	11.2	(0.5)	0.1
BBB	8.3	8.8	(0.8)	0.1
BB and below	9.1	10.6	(1.3)	(2.2)
None	0.0	0.0	-	(0.4)

Note: Backed assets are all domestic real estates (offices, commerce facilities and rental housing). Regarding fair value as of September 30, 2009, redeemed assets are categorized by rating at the time of redemption.

(5) Leveraged Finance

(Billions of yen)

	Fair value		Net unrealized gains/losses	Realized gains/losses
		[ref.] as of Sep. 30, 2009		
Leveraged Finance	40.5	40.4		1.9
Chemicals	6.7	6.7		0.5
Ceramics, Stone & Clay	1.6	1.4		0.0
Industrial machinery	3.9	3.8		0.2
Electric machinery	2.5	2.5		0.1
Other manufacturing industries	5.2	5.1		0.2
Information /telecommunications	8.3	8.4		0.1
Financial services/insurance	7.9	7.9		0.3
Various services	4.2	4.2		0.1

(6) Other products

(Billions of yen)

Rating	Fair value	Net unrealized gains/losses	Realized gains/losses
ABCP	18.6	-	0.0
a-1 / J-1 and above	18.6	-	0.0
RMBS	344.7	5.2	5.4
AAA	325.9	5.2	5.0
Securities issued by Japan Housing Finance Agency	202.4	2.8	2.8
AA	18.8	(0.0)	0.4
A	-	-	-
BBB and below	-	-	-
CDS	-	-	-
Credit Linked Note	37.4	1.4	0.5
Other ABS	3.9	(0.1)	0.1
AAA	0.4	(0.0)	0.0
AA	-	-	-
A	1.9	-	0.0
BBB	0.9	(0.0)	0.0
BB and below	0.3	(0.1)	0.0
None	0.0	-	0.0

Notes:

1. Realized gains/losses include interest, dividends and income from real estate for rent, gains/losses on sales of securities, devaluation losses on securities, and also include gains/losses from assets which have been already sold or redeemed.

2. Rating is based on R&I, JCR, Moody's, S&P and Fitch Ratings. If there is more than one rating, lower rating is applied.