

## **Supplementary Materials for the Fiscal Year Ended March 31, 2006**

Percentages are rounded to the nearest relevant percentage point.

Therefore, the sums of each percentage do not always amount to 100%.

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## 1. Business Highlights (Non-Consolidated)

### (1) Total Policy Amount in Force

(Number, 100 Millions of yen)

Category	As of March 31, 2005				As of March 31, 2006			
	Number		Amount		Number		Amount	
		Change (%)		Change (%)		Change (%)		Change (%)
Individual insurance	2,003,167	100.2	384,875	101.0	1,998,717	99.8	387,711	100.7
Individual annuities	144,715	103.9	12,066	103.1	150,324	103.9	12,369	102.5
Subtotal	2,147,882	100.4	396,942	101.0	2,149,041	100.1	400,080	100.8
Group insurance	-	-	120,749	98.8	-	-	120,196	99.5
Group annuities	-	-	21,383	93.1	-	-	20,279	94.8

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, 100 Millions of yen)

Category	Year Ended March 31, 2005					
	Number		Amount			
		Change (%)		Change (%)	New Policies	Increase from Conversion
Individual insurance	237,293	95.9	42,605	100.7	42,552	52
Individual annuities	10,701	113.6	936	116.1	935	1
Subtotal	247,994	96.5	43,542	101.0	43,488	53
Group insurance	-	-	290	31.6	290	
Group annuities	-	-	4	172.9	4	

Category	Year Ended March 31, 2006					
	Number		Amount			
		Change (%)		Change (%)	New Policies	Increase from Conversion
Individual insurance	234,082	98.6	41,929	98.4	41,888	40
Individual annuities	11,471	107.2	998	106.6	998	0
Subtotal	245,553	99.0	42,927	98.6	42,886	40
Group insurance	-	-	543	187.0	543	
Group annuities	-	-	0	6.9	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**

a. Policy amount in force

(Millions of Yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	% Change	Amount	% Change
Individual Insurance	625,669	102.6	639,101	102.1
Individual annuities	45,157	105.3	45,645	101.1
Total	670,827	102.8	684,746	102.1
3rd Sector	61,696	97.7	60,631	98.3

b. New policy

Category	Year ended March 31, 2005		Year ended March 31, 2006	
	Amount	% Change	Amount	% Change
Individual Insurance	79,187	117.1	79,131	99.9
Individual annuities	2,816	116.3	3,758	133.4
Total	82,003	117.1	82,889	101.1
3rd Sector	3,789	93.7	3,916	103.4

Notes:

1. Annualized premiums include individual insurance and individual annuities. New policies include net increase from conversions.
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.

**(4) Term Life Insurance Policies by Dividend Type**

(Number, 100 Millions of yen, %)

Category	As of March 31, 2005				Year Ended March 31, 2005			
	Policy Amount in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	781,964	54.5	210,668	59.4	48,838	25.9	11,843	28.8
Semi-participating	304,695	21.3	79,168	22.3	32,044	17.0	9,361	22.7
Non-participating	347,011	24.2	64,959	18.3	107,692	57.1	20,001	48.5
Total	1,433,670	100.0	354,796	100.0	188,574	100.0	41,206	100.0

Category	As of March 31, 2006				Year Ended March 31, 2006			
	Policy Amount in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	748,570	51.3	200,392	55.8	44,648	24.1	10,877	26.7
Semi-participating	310,352	21.3	82,378	22.9	36,602	19.8	10,362	25.4
Non-participating	399,028	27.4	76,565	21.3	103,810	56.1	19,527	47.9
Total	1,457,950	100.0	359,336	100.0	185,060	100.0	40,767	100.0

Notes:

1. Semi-participating policies only pay dividends related to investment every five years.
2. New policies do not include net increase from conversion.

**(5) Average Amount of New Policies and Amount in Force (Individual Insurance)**

(Thousands of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Average amount of new policies	18,167	18,100
Average amount in force	19,213	19,398

Note: The average amounts of new policies do not include net increase from conversion.

**(6) New Policy Rate (New policy amount / Policy amount in force at the beginning of the fiscal year)**

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	11.2	10.9
Individual annuities	8.4	8.7
Subtotal	11.1	10.8
Group insurance	0.2	0.5

Note:

1. New policy amount does not include increase from conversion.
2. Policy amount in force for individual annuities are the funds to be held at the time annuity payments are to commence for an annuity for which annuity payments have not yet commenced.

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

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	8.76	8.72
Individual annuities	4.27	4.84
Subtotal	8.64	8.60
Group insurance	2.49	3.72

Note: Surrender and lapse rate represents adjusted rate including increase and decrease of policy amount and reinstatement.

**(Reference) Surrender and lapse rate without adjustments**

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance and annuities	7.70	7.66

**(8) Surrender and Lapse Amount**

(Millions of Yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	2,981,590	2,987,384
Individual annuities	44,980	52,653
Subtotal	3,026,570	3,040,038
Group insurance	81,940	2,544,604

**(9) Average Premium Amount of Individual Insurance New Policies (Monthly premium)**

(Yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Average premium amount	230,914	230,047

Notes:

1. Figures above do not include increase from conversion.
2. Figures above are annualized.

**(10) Average Assumed Investment Yield and Negative Spread**

(Millions of yen)

Category	Year ended March 31, 2005	Year ended March 31, 2006
Amount of negative spread	19,479	29,390
Investment yield on core profit	2.23%	1.99%
Average assumed investment yield	2.61%	2.58%
Individual insurance and annuities	3.55%	3.41%
Policy reserve in general account	5,034,291	5,028,258

Notes:

1. Method of calculating negative spread:  
(Investment yield on core profit - Average assumed investment yield) x Policy reserve in general account
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 account.
3. Average assumed investment yield is calculated by dividing numerator as assumed interest (general account only) by denominator as policy reserve in general account.
4. Policy reserve in general account represents the earned policy reserve calculated for policy reserve in general account less contingency reserve by Hardy method as follows:  
Hardy method: (Policy reserve at beginning of fiscal year + Policy reserve at end of fiscal year - Assumed interest) x (1/2)

**(11) Mortality Rate for Individual Insurance**

(%o)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Rate based on number of policies	4.01	3.88
Rate based on policy amount	4.14	3.97

**(12) Reserve for Outstanding Claims**

(Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
Insurance claims	Death benefits	25,989
	Accidental death benefits	836
	Disability benefits	5,301
	Maturity benefits	1,696
	Others	67
	Subtotal	33,890
Annuity payments	118	152
Insurance benefits	5,627	4,874
Surrender payments	3,584	4,408
Total	47,621	43,721

**(13) Policy Reserve**

(Millions of yen)

Category		As of March 31, 2005	As of March 31, 2006
Policy reserve (excluding contingency reserve)	Individual insurance	2,642,663	2,734,610
	General Accounts	2,618,303	2,706,913
	Separate Accounts	24,360	27,697
	Individual annuities	434,148	449,211
	General Accounts	433,448	448,367
	Separate Accounts	699	844
	Group insurance	10,483	10,618
	General Accounts	10,483	10,618
	Separate Accounts	-	-
	Group annuity	2,137,914	2,027,523
	General Accounts	2,025,793	1,921,082
	Separate Accounts	112,121	106,440
	Others	5,608	5,480
	General Accounts	5,608	5,480
	Separate Accounts	-	-
Subtotal	5,230,818	5,227,444	
General Accounts	5,093,637	5,092,462	
Separate Accounts	137,181	134,982	
Contingency reserve			
Contingency reserve I	44,480	44,764	
Contingency reserve II	33,413	33,940	
Contingency reserve III	-	374	
Subtotal	77,893	79,079	
Total		5,308,712	5,306,524
General Accounts	5,171,531	5,171,542	
Separate Accounts	137,181	134,982	

**(14) Policy Reserve Calculating Methods and Ratios**

Category		As of March 31, 2005	As of March 31, 2006
Calculating methods	Policies subject to standard policy reserve method	Standard policy reserve method	Standard policy reserve method
	Policies not subject to standard policy reserve method	Net level premium reserve method	Net level premium reserve method
Ratio of "Amount of the Company's Policy Reserve (excluding Contingency Reserve)" to "Policy Reserve Required by Regulatory Standards"		100%	100%

Note: Calculating methods and ratios stated above cover individual insurance and annuity policy only.

**(15) Policy Reserve by Contract Year**

(Millions of yen, %)

Contract Year	As of March 31, 2005		
	Policy Reserve Amount	Assumed Investment Yield (%)	Average Assumed Investment Yield (%)
General Accounts			
-FY1980	24,300	4.00-5.00	4.40
FY1981-FY1985	48,470	5.00-6.00	5.14
FY1986-FY1990	563,756	5.50-6.00	5.54
FY1991-FY1995	924,165	3.75-5.50	4.71
FY1996-FY2000	858,961	1.75-2.75	2.42
FY2001	181,350	1.50	1.52
FY2002	216,191	1.00-1.50	1.47
FY2003	130,788	1.00-1.50	1.34
FY2004	103,765	1.00-1.50	1.27
Subtotal	3,051,751	-	3.55
Separate Accounts	25,060		
<b>Total</b>	<b>3,076,811</b>		

(Millions of yen, %)

Contract Year	As of March 31, 2006		
	Policy Reserve Amount	Assumed Investment Yield (%)	Average Assumed Investment Yield (%)
General Accounts			
-FY1980	21,970	4.00-5.00	4.36
FY1981-FY1985	44,753	5.00-6.00	5.06
FY1986-FY1990	543,967	5.50-6.00	5.53
FY1991-FY1995	874,270	3.75-5.50	4.76
FY1996-FY2000	833,728	1.75-2.75	2.44
FY2001	192,803	1.50	1.52
FY2002	237,623	1.00-1.50	1.47
FY2003	161,807	1.00-1.50	1.38
FY2004	152,905	1.00-1.50	1.35
FY2005	91,451	1.00-1.50	1.33
Subtotal	3,155,280	-	3.41
Separate Accounts	28,541		
<b>Total</b>	<b>3,183,822</b>		

Notes:

1. Policy reserve amount stated above represents that of individual insurance and annuities excluding contingency reserve.
2. Assumed investment yields stated above represent the main yield used in calculating policy reserve for each contract year.

**(16) Other Reserves**

(Millions of yen)

Category		As of March 31, 2005		As of March 31, 2006	
		Amount	Increase (decrease)	Amount	Increase (decrease)
Reserve for Possible	General reserve	317	(737)	188	(129)
	Specific reserve	1,515	(1,149)	1,499	(16)
Loan Losses	Specific reserves for loans to refinancing countries	-	-	-	-
Reserve for employees' retirement benefits		65,936	510	67,316	1,379
Reserve for directors' and corporate auditors' retirement benefits		1,679	147	1,760	81
Reserve for losses on sale of loans		-	(64)	-	-
Reserve for price fluctuations		32,584	1,763	47,571	14,987

**(17) Insurance Premium****a. Payment Method**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	628,955	634,473
Single premiums	43,110	29,554
Annual payment	155,464	170,931
Semi-annual payment	1,195	1,137
Monthly payment	429,185	432,849
Individual annuities	35,259	33,377
Single premiums	4,140	73
Annual payment	5,661	6,690
Semi-annual payment	152	143
Monthly payment	25,305	26,468
Group insurance	46,581	46,518
Group annuities	170,296	153,371
Total	883,507	870,134

**b. Year**

(Millions of yen, %)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance and annuities	First year	122,214
	Second and subsequent year	542,001
	Subtotal	664,215
Group insurance	First year	176
	Second and subsequent year	46,405
	Subtotal	46,581
Group annuities	First year	908
	Second and subsequent year	169,387
	Subtotal	170,296
Total	First year	123,376
	Second and subsequent year	760,130
Total	883,507	870,134
% change	(4.7)	(1.5)

**(18) Insurance Claims**

(Millions of yen)

Category	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006	Year Ended March 31, 2005
Death benefits	146,939	29	26,031	-	-	269	173,269	168,360
Accidental death benefits	1,839	-	247	-	-	29	2,116	1,931
Disability benefits	11,272	-	1,249	-	-	-	12,522	13,396
Maturity benefits	79,477	0	-	40,145	82	-	119,705	103,967
Others	-	-	-	908	-	69	977	1,000
<b>Total</b>	<b>239,528</b>	<b>29</b>	<b>27,528</b>	<b>41,053</b>	<b>82</b>	<b>368</b>	<b>308,591</b>	<b>288,656</b>

**(19) Annuity Payments**

(Millions of yen)

Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006	Year Ended March 31, 2005
87	9,414	105	17,520	132	-	27,259	26,158

**(20) Insurance Benefits**

(Millions of yen)

Category	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006	Year Ended March 31, 2005
Death benefits	103	1,416	3	-	-	-	1,523	1,375
Hospitalization benefits	11,195	45	302	-	-	62	11,605	11,848
Operation benefits	6,151	28	-	-	-	-	6,179	5,922
Injury benefits	113	-	94	-	-	-	208	187
Survival benefits	1,726	-	-	-	88	-	1,814	1,900
Others	63	1,117	37	153,134	0	12	154,366	165,388
<b>Total</b>	<b>19,354</b>	<b>2,608</b>	<b>437</b>	<b>153,134</b>	<b>89</b>	<b>74</b>	<b>175,698</b>	<b>186,623</b>

**(21) Surrender Payments**

(Millions of yen)

Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006	Year Ended March 31, 2005
166,323	19,280	12	17,004	387	-	203,007	215,048

**(22) Operating Expenses**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Sales Activity Related Expenses	31,514	31,300
In-house sales representative expenses	18,626	18,428
Sales agent expenses	12,257	12,233
Selection expenses	630	638
Sales Administrative Expenses	20,255	20,590
Administrative / operational expenses	18,946	19,289
Advertising expenses	1,309	1,300
General Administrative Expenses	57,111	57,372
Personnel expenses	17,782	18,030
Expenses for premium collection, computer systems, equipments, offices and others	37,071	36,783
[Donation / contribution and others]	[48]	[43]
Contribution to the Policyholder Protection Fund	851	864
Contribution to the Policyholder Protection Corporation	1,406	1,693
Total	108,881	109,262

Note: Selection expenses represent mainly expense for medical examinations at the time of contract.

**(23) Operating Expense Ratio (Against insurance premiums)**

Item	Year Ended March 31, 2005	Year Ended March 31, 2006
Operating expense ratio	12.3%	12.6%

## **2. Investment in General Account Assets in Fiscal Year 2005 (Non-Consolidated)**

### **(1) Fiscal Year 2005 Investment Performance**

As of March 31, 2006, general account assets amounted to ¥6,255.4 billion (¥5,838.9 billion), up ¥416.5 billion from the level at the end of the previous fiscal year (hereinafter, figures in parentheses represent levels at the end of the previous fiscal year).

For the fiscal year ended March 31, 2006, Daido Life decreased the amount of domestic bonds due to restrained reinvestments. Daido Life also decreased the amount of investments in foreign currency denominated bonds and increased the outstanding balance in investment trusts investing in domestic stocks.

As of March 31, 2006, the percentages of the Company's general account assets in principal categories were as follows: domestic bonds, 35.7% (44.0%); domestic stocks, 8.9% (6.2%); foreign securities, 10.1% (9.3%); and loans, 15.8% (17.8%).

Regarding principal items within investment income and expenses, interest, dividends, and income from real estate for rent amounted to ¥106.9 billion (¥119.3 billion). Net gains on investment in trading securities amounted to ¥22.1 billion (¥4.8 billion). Gains on sales of securities totaled ¥16.4 billion (¥10.1 billion), and net gains from monetary trust amounted to ¥3.6 billion (¥3.1 billion), while losses on sales of securities totaled ¥1.0 billion (¥8.3 billion). Net losses from derivatives were ¥31.2 billion (¥8.5 billion). Net foreign exchange losses were ¥4.9 billion (¥5.0 billion).

**(2) Asset Composition**

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	305,575	5.2	382,562	6.1
Securities repurchased under resale agreements	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-
Monetary claims purchased	88,996	1.5	156,218	2.5
Securities under proprietary accounts	-	-	-	-
Monetary trusts	214,777	3.7	242,674	3.9
Securities	3,990,036	68.3	4,289,684	68.6
Domestic bonds	2,567,074	44.0	2,236,251	35.7
Domestic stocks	359,451	6.2	553,898	8.9
Foreign securities	543,861	9.3	632,535	10.1
Foreign bonds	307,830	5.3	271,801	4.3
Foreign stocks and other securities	236,031	4.0	360,734	5.8
Other securities	519,648	8.9	866,998	13.9
Loans	1,040,474	17.8	986,252	15.8
Policy loans	80,871	1.4	81,278	1.3
Commercial loans	959,602	16.4	904,974	14.5
Property and equipment	146,103	2.5	141,849	2.3
Deferred tax asset	950	0.0	-	-
Other assets	53,883	0.9	57,912	0.9
Reserve for possible loan losses	(1,833)	(0.0)	(1,687)	(0.0)
Total assets	5,838,964	100.0	6,255,467	100.0
Foreign currency denominated assets	312,347	5.3	396,855	6.3

**(3) Changes in the Amount of Assets by Categories**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Cash and deposits, call loans	(49,066)	76,987
Securities repurchased under resale agreements	-	-
Pledged money for bond borrowing transaction	-	-
Monetary claims purchased	15,998	67,221
Securities under proprietary accounts	-	-
Monetary trusts	(34,142)	27,897
Securities	168,512	299,648
Domestic bonds	76,191	(330,822)
Domestic stocks	20,313	194,447
Foreign securities	(70,901)	88,673
Foreign bonds	(129,146)	(36,029)
Foreign stocks and other securities	58,245	124,702
Other securities	142,909	347,350
Loans	(81,662)	(54,221)
Policy loans	985	406
Commercial loans	(82,647)	(54,627)
Property and equipment	(10,011)	(4,253)
Deferred tax asset	(15,839)	(950)
Other assets	(17,036)	4,029
Reserve for possible loan losses	1,887	145
Total assets	(21,360)	416,502
Foreign currency denominated assets	(118,933)	84,508

**(4) Investment Income**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Interests, dividends and income from real estate for rent	119,382	106,987
Interest income from deposits	3,791	5,343
Interest income and dividends from securities	86,982	75,571
Interest income from loans	22,043	19,304
Income from real estate for rent	6,324	6,352
Other income from interest and dividends	240	415
Gain on securities under proprietary accounts	-	-
Gains from monetary trusts, net	3,199	3,664
Gains on investments in trading securities, net	4,885	22,157
Gains on sale of securities	10,189	16,449
Gains on sale of domestic bonds	145	237
Gains on sale of domestic stocks	2,097	8,883
Gains on sale of foreign securities	7,946	6,836
Other	-	491
Gains on redemption of securities	153	467
Gains from derivatives, net	-	-
Foreign exchange gains, net	-	-
Other investment income	2,636	2,595
<b>Total</b>	<b>140,447</b>	<b>152,321</b>

**(5) Investment Expenses**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Interest expense	32	25
Losses on securities under proprietary accounts	-	-
Losses from monetary trusts, net	-	-
Losses on investments in trading securities, net	-	-
Losses on sale of securities	8,348	1,045
Losses on sale of domestic bonds	1,096	22
Losses on sale of domestic stocks	1,439	39
Losses on sale of foreign securities	5,812	983
Other	-	-
Devaluation losses on securities	1,863	547
Devaluation losses on domestic bonds	-	-
Devaluation losses on domestic stocks	1,732	336
Devaluation losses on foreign securities	23	23
Other	107	187
Losses on redemption of securities	-	-
Losses from derivatives, net	8,509	31,227
Foreign exchange losses, net	5,002	4,924
Provision for reserve for possible loan losses	-	-
Provision of specific reserve	-	-
Provision of general reserve	-	-
Write-off of loans	10	-
Depreciation of real estate for rent	2,819	2,698
Other investment expenses	6,331	6,227
<b>Total</b>	<b>32,919</b>	<b>46,696</b>

**(6) Net Investment Income**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Net investment income	107,527	105,625

**[Reference] Breakdown of gains / losses from derivatives, net**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Interest-rate-related gains / losses	(28)	4
Currency-related gains / losses	(9,208)	(20,476)
Stock-related gains / losses	2,206	(11,442)
Bond-related gains / losses	(1,478)	687
Other gains / losses	-	-
<b>Total</b>	<b>(8,509)</b>	<b>(31,227)</b>

**(7) Investment Yield and Average Daily Balance by Asset Categories****a. Investment Income by asset categories**

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Cash and deposits, call loans	0.01	0.02
Securities repurchased under resale agreements	-	-
Pledged money for bond borrowing transaction	-	-
Monetary claims purchased	0.03	0.21
Securities under proprietary accounts	-	-
Monetary trusts	1.27	1.92
Domestic bonds	1.90	1.81
Domestic stocks	2.92	(0.35)
Foreign securities	3.16	4.66
Loans	2.03	1.86
Commercial loans	1.80	1.62
Property and equipment	1.39	1.76
Total general accounts	1.89	1.87
Other than stocks	1.85	1.96
Foreign investments	2.83	3.71

**b. Average daily balance**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Cash and deposits, call loans	392,681	331,922
Securities repurchased under resale agreements	-	-
Pledged money for bond borrowing transaction	-	-
Monetary claims purchased	69,433	148,130
Securities under proprietary accounts	-	-
Monetary trusts	201,124	189,103
Domestic bonds	2,444,330	2,298,329
Domestic stocks	224,246	239,448
Foreign securities	533,680	546,208
Loans	1,086,225	1,039,333
Commercial loans	1,005,770	958,459
Property and equipment	154,169	144,218
Total general accounts	5,697,222	5,661,994
Other than stocks	5,472,975	5,422,546
Foreign investments	686,509	697,464

*Notes:*

- 1. Average daily balance represents the average daily balance on a book value basis.*
- 2. Foreign investments represent the total of foreign currency denominated assets and yen denominated assets.*
- 3. Above figures on derivative transactions are included in each asset category.*

**(8) Securities**

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Government bonds	445,001	11.2	203,129	4.7
Municipal bonds	1,026,314	25.7	958,516	22.3
Corporate bonds	1,095,758	27.5	1,074,605	25.1
Public corporation bonds	520,523	13.0	534,613	12.5
Domestic stocks	359,451	9.0	553,898	12.9
Foreign securities	543,861	13.6	632,535	14.7
Foreign bonds	307,830	7.7	271,801	6.3
Foreign stocks and other securities	236,031	5.9	360,734	8.4
Other securities	519,648	13.0	866,998	20.2
Total	3,990,036	100.0	4,289,684	100.0
Subordinated debentures	45,118	1.1	26,974	0.6

*Securities by holding purposes categories*

Category	As of March 31, 2005				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	83,164	361,836	-	445,001
Municipal bonds	-	572,837	453,477	-	1,026,314
Corporate bonds	-	675,332	420,426	-	1,095,758
Public corporation bonds	-	375,366	145,156	-	520,523
Domestic stocks	-	-	355,760	3,690	359,451
Foreign securities	92,598	72,659	378,603	-	543,861
Foreign bonds	-	72,659	235,170	-	307,830
Foreign stocks and other securities	92,598	-	143,432	-	236,031
Other securities	-	-	519,648	-	519,648
Total	92,598	1,403,993	2,489,752	3,690	3,990,036

Category	As of March 31, 2006				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	58,861	144,267	-	203,129
Municipal bonds	-	551,254	407,262	-	958,516
Corporate bonds	-	653,398	421,207	-	1,074,605
Public corporation bonds	-	368,058	166,554	-	534,613
Domestic stocks	-	-	550,207	3,690	553,898
Foreign securities	148,605	50,748	433,181	-	632,535
Foreign bonds	-	50,748	221,053	-	271,801
Foreign stocks and other securities	148,605	-	212,128	-	360,734
Other securities	-	-	866,998	-	866,998
Total	148,605	1,314,262	2,823,124	3,690	4,289,684

**(9) Securities by Contractual Maturity Dates**

(Millions of yen)

Category	As of March 31, 2005						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	311,749	56,330	8,724	31,686	8,519	27,990	445,001
Municipal bonds	113,984	236,135	336,092	195,615	130,210	14,275	1,026,314
Corporate bonds	94,115	177,670	282,662	243,055	51,211	247,043	1,095,758
Domestic stocks						359,451	359,451
Foreign securities	16,064	64,185	105,480	66,238	49,527	242,364	543,861
Foreign bonds	16,064	63,052	98,719	52,733	35,060	42,200	307,830
Foreign stocks and other securities	-	1,133	6,760	13,505	14,467	200,164	236,031
Other securities	12,608	286	6,438	1,276	4,166	494,871	519,648
<b>Total</b>	<b>548,523</b>	<b>534,608</b>	<b>739,397</b>	<b>537,874</b>	<b>243,635</b>	<b>1,385,997</b>	<b>3,990,036</b>

(Millions of yen)

Category	As of March 31, 2006						
	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
Government bonds	123,177	20,325	12,559	19,442	-	27,624	203,129
Municipal bonds	99,581	310,927	293,821	118,203	121,839	14,142	958,516
Corporate bonds	62,831	256,071	338,244	117,072	36,588	263,797	1,074,605
Domestic stocks						553,898	553,898
Foreign securities	32,576	92,470	74,908	44,995	58,057	329,527	632,535
Foreign bonds	31,363	92,062	63,659	17,830	31,355	35,529	271,801
Foreign stocks and other securities	1,212	408	11,248	27,164	26,701	293,997	360,734
Other securities	-	932	7,617	1,281	9,186	847,981	866,998
<b>Total</b>	<b>318,167</b>	<b>680,727</b>	<b>727,152</b>	<b>300,995</b>	<b>225,671</b>	<b>2,036,971</b>	<b>4,289,684</b>

\* Includes securities with maturity dates unfixed.

**(10) Stock Holdings by Industry**

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Fisheries, agriculture and forestry	795	0.2	903	0.2
Mining	14	0.0	14	0.0
Construction	14,831	4.1	22,660	4.1
Manufacturing industries				
Food products	6,993	1.9	8,474	1.5
Textiles and clothing	9,177	2.6	14,208	2.6
Pulp and paper	720	0.2	1,172	0.2
Chemicals	10,689	3.0	16,004	2.9
Medicals	38,995	10.8	42,352	7.6
Oil and coal products	-	-	-	-
Rubber products	8,107	2.3	10,327	1.9
Glass and stone products	481	0.1	1,244	0.2
Steel	1,747	0.5	1,810	0.3
Non-steel metals	-	-	-	-
Metal products	404	0.1	553	0.1
Machinery	27,441	7.6	39,409	7.1
Electric appliances	22,213	6.2	29,685	5.4
Transportation vehicles	1,033	0.3	743	0.1
Precision machinery	5,312	1.5	9,026	1.6
Others	2,102	0.6	2,098	0.4
Electric and gas utilities	26,471	7.4	33,659	6.1
Transportation/ information telecommunications				
Ground transportation	8,326	2.3	11,940	2.2
Water transportation	8	0.0	8	0.0
Air transportation	-	-	-	-
Warehouses/ transportation	175	0.0	260	0.0
Information/ telecommunications	11,480	3.2	16,293	2.9
Commerce				
Wholesalers	7,074	2.0	9,350	1.7
Retailers	5,434	1.5	6,979	1.3
Financial services / insurance				
Banking	97,917	27.2	199,202	36.0
Securities and commodity futures trading	25,410	7.1	44,924	8.1
Insurance	3,336	0.9	4,819	0.9
Other financial services	17,752	4.9	17,863	3.2
Real estate	1,837	0.5	3,664	0.7
Service companies	3,165	0.9	4,238	0.8
<b>Total</b>	<b>359,451</b>	<b>100.0</b>	<b>553,898</b>	<b>100.0</b>

Note: Categories of stock holdings by industry are based on the classification by Securities Identification Code Committee.

**(11) Loans**

(Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
Policy loans	80,871	81,278
Policyholder loans	79,335	80,045
Premium loans	1,536	1,232
Commercial loans	959,602	904,974
Loans to non-residents	11,394	15,630
Loans to corporations	730,302	706,107
Loans to domestic corporations	722,433	693,960
Loans to Japanese government, government-related organizations and international organizations	13,333	11,022
Loans to Japanese local governments and public entities	2,406	9,701
Mortgage loans	18,183	16,066
Consumer loans	148,809	121,962
Others	46,567	40,115
<b>Total</b>	<b>1,040,474</b>	<b>986,252</b>

**(12) Loans by Contractual Maturity Dates**

(Millions of yen)

	Due in One Year or Less	Due after One Year through Three Years	Due after Three Years through Five Years	Due after Five Years through Seven Years	Due after Seven Years through Ten Years	Due after Ten Years*	Total
As of March 31, 2005							
Floating-rate loans	16,960	61,737	18,574	17,313	9,633	29,127	153,347
Fixed-rate loans	180,921	230,770	140,676	150,785	95,171	7,928	806,254
<b>Total</b>	<b>197,882</b>	<b>292,507</b>	<b>159,251</b>	<b>168,099</b>	<b>104,804</b>	<b>37,056</b>	<b>959,602</b>
As of March 31, 2006							
Floating-rate loans	35,271	38,250	15,112	11,038	8,609	25,283	133,565
Fixed-rate loans	130,473	223,417	168,846	182,527	53,406	12,738	771,409
<b>Total</b>	<b>165,744</b>	<b>261,668</b>	<b>183,958</b>	<b>193,565</b>	<b>62,015</b>	<b>38,021</b>	<b>904,974</b>

Note: \*"Due after Ten Years" includes loans with maturity dates unfixed.

**(13) Loans to Domestic Companies by Company Size**

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Number of debtors	Percentage	Number of debtors	Percentage
Large corporations	Number of debtors	140	135	53.8
	Amount of loans	634,957	616,747	88.9
Medium-sized corporations	Number of debtors	-	1	0.4
	Amount of loans	-	1,000	0.1
Small corporations	Number of debtors	136	115	45.8
	Amount of loans	87,475	76,213	11.0
<b>Total</b>	Number of debtors	276	251	100.0
	Amount of loans	722,433	693,960	100.0

Notes:

1. Corporations are grouped as follows:

Business type	(i) All except (ii)-(iv)		(ii) Retail & restaurants		(iii) Services		(iv) Wholesalers	
Large-sized corporations	With employees more than 300, and	With a capital of 1 billion yen or more	With more than 50 employees, and	With a capital of 1 billion yen or more	With more than 100 employees, and	With a capital of 1 billion yen or more	With more than 100 employees, and	With a capital of 1 billion yen or more
Medium-sized corporations		With a capital of more than 300 million yen and less than 1 billion yen		With a capital of more than 50 million yen and less than 1 billion yen		With a capital of more than 50 million yen and less than 1 billion yen		With a capital of more than 100 million yen and less than 1 billion yen
Small- and medium-sized corporations	With a capital of 300 million yen or less, or regular employees of 300 or less		With a capital of 50 million yen or less, or regular employees of 50 or less		With a capital of 50 million yen or less, or regular employees of 100 or less		With a capital of 100 million yen or less, or regular employees of 100 or less	

2. The number of debtors represents those who have an obligation, net of loans to the Company, not the number of loan transactions.

**(14) Loans by Industry**

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
<b>Domestic Loans</b>				
Manufacturing Industries	95,214	9.9	86,250	9.5
Food products	5,941	0.6	5,300	0.6
Textiles and clothing	5,258	0.5	5,000	0.6
Timber and wood products	224	0.0	136	0.0
Pulp and paper	550	0.1	500	0.1
Printing	-	-	-	-
Chemicals	12,377	1.3	10,776	1.2
Oil and coal	1,610	0.2	1,410	0.2
Ceramic and stone products	700	0.1	700	0.1
Steel	20,399	2.1	20,076	2.2
Non-steel metals	3,000	0.3	3,000	0.3
Metal products	408	0.0	10	0.0
Machinery	7,016	0.7	5,011	0.6
Electric appliances	23,775	2.5	17,777	2.0
Transportation vehicles	-	-	-	-
Precision machinery	4,608	0.5	5,900	0.7
Others	9,345	1.0	10,652	1.2
Agriculture	-	-	-	-
Forestry	-	-	-	-
Fisheries	-	-	-	-
Mining	-	-	-	-
Construction	4,560	0.5	3,878	0.4
Utilities	79,516	8.3	75,553	8.3
Information and telecommunications	6,020	0.6	7,218	0.8
Transportation	43,463	4.5	41,530	4.6
Wholesalers	74,378	7.8	74,413	8.2
Retailers	10,973	1.1	10,174	1.1
Financial services/ insurance	302,251	31.5	274,103	30.3
Real estate	62,468	6.5	77,428	8.6
Service companies	63,574	6.6	57,587	6.4
Local governments	774	0.1	8,367	0.9
Mortgage and consumer and others	205,009	21.4	172,836	19.1
Other	-	-	-	-
<b>Total</b>	<b>948,207</b>	<b>98.8</b>	<b>889,343</b>	<b>98.3</b>
<b>Foreign Loans</b>				
Governments, etc.	3,525	0.4	3,484	0.4
Financial institutions	5,427	0.6	4,742	0.5
Commerce and industry companies	2,442	0.3	7,403	0.8
Other	-	-	-	-
<b>Total</b>	<b>11,394</b>	<b>1.2</b>	<b>15,630</b>	<b>1.7</b>
<b>Total</b>	<b>959,602</b>	<b>100.0</b>	<b>904,974</b>	<b>100.0</b>

## (15) Foreign Investments

### 1) Investments by asset category

(a) Denominated in foreign currency (yen amount not fixed)

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Foreign bonds	171,083	24.3	169,922	20.5
Foreign stocks	3,278	0.5	4,460	0.5
Non yen-denominated cash, cash equivalents and other assets	137,985	19.6	222,472	26.8
Total	312,347	44.4	396,855	47.9

(b) Denominated in foreign currency (yen amount fixed with forward currency exchange contracts)

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Foreign bonds	-	-	-	-
Non yen-denominated cash, cash equivalents and other assets	115,015	16.4	143,805	17.4
Total	115,015	16.4	143,805	17.4

(c) Denominated in yen

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Loans to borrowers located outside of Japan	11,394	1.6	15,630	1.9
Foreign bonds	136,747	19.5	101,879	12.3
Foreign stocks	99,462	14.2	137,909	16.6
Other	27,853	4.0	32,718	3.9
Total	275,457	39.2	288,138	34.8

(d) Total

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Total foreign investments	702,820	100.0	828,799	100.0

### 2) Foreign currency denominated assets by currency

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
U.S. dollar	176,980	56.7	277,589	69.9
Euro	123,272	39.5	103,352	26.0
British pound	6,721	2.2	10,989	2.8
Canadian dollar	5,372	1.7	4,923	1.2
Swiss franc	-	-	-	-
Australian dollar	-	-	-	-
Swedish krone	-	-	-	-
Hong Kong dollar	-	-	-	-
Singapore dollar	-	-	-	-
Norwegian krone	-	-	-	-
Denmark krone	-	-	-	-
Total	312,347	100.0	396,855	100.0

**3) Investments by region**

(Millions of yen, %)

Category	As of March 31, 2005							
	Foreign securities						Loans to borrowers located outside of Japan	
			Bonds		Stocks and other securities			
Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage	
North America	94,188	17.3	71,380	23.2	22,807	9.7	-	-
Europe	154,047	28.3	144,532	47.0	9,515	4.0	5,000	43.9
Oceania	5,588	1.0	5,588	1.8	-	-	-	-
Asia	-	-	-	-	-	-	200	1.8
Latin America	282,172	51.9	78,464	25.5	203,708	86.3	2,869	25.2
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	7,865	1.4	7,865	2.6	-	-	3,325	29.2
<b>Total</b>	<b>543,861</b>	<b>100.0</b>	<b>307,830</b>	<b>100.0</b>	<b>236,031</b>	<b>100.0</b>	<b>11,394</b>	<b>100.0</b>

(Millions of yen, %)

Category	As of March 31, 2006							
	Foreign securities						Loans to borrowers located outside of Japan	
			Bonds		Stocks and other securities			
Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage	
North America	135,265	21.4	102,020	37.5	33,244	9.2	5,000	32.0
Europe	136,090	21.5	112,913	41.5	23,176	6.4	4,600	29.4
Oceania	5,527	0.9	5,527	2.0	-	-	-	-
Asia	-	-	-	-	-	-	184	1.2
Latin America	352,454	55.7	48,142	17.7	304,312	84.4	2,546	16.3
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	3,197	0.5	3,197	1.2	-	-	3,300	21.1
<b>Total</b>	<b>632,535</b>	<b>100.0</b>	<b>271,801</b>	<b>100.0</b>	<b>360,734</b>	<b>100.0</b>	<b>15,630</b>	<b>100.0</b>

## (16) Fair Value Information on Securities and Others

### 1) Valuation gains (losses) on trading securities

(Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	92,598	(3,840)	148,605	16,163
Domestic bonds	-	-	-	-
Domestic stocks	-	-	-	-
Foreign bonds	-	-	-	-
Foreign stocks, etc.	92,598	1,520	148,605	16,163
Monetary trusts	-	(5,360)	-	-

### 2) Fair value information on securities (except trading securities)

#### a. Securities with market value

(Millions of yen)

Category	As of March 31, 2005				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	1,403,993	1,451,088	47,094	51,262	4,167
Domestic securities	1,331,334	1,376,227	44,893	49,058	4,165
Foreign securities	72,659	74,861	2,201	2,204	2
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,350,784	2,568,344	217,560	224,380	6,820
Domestic bonds	1,195,565	1,235,740	40,174	40,204	30
Domestic stocks	211,180	338,900	127,719	129,870	2,151
Foreign securities	281,223	292,179	10,956	12,347	1,391
Bonds	225,008	235,170	10,161	10,878	716
Stocks, etc.	56,214	57,009	794	1,469	674
Other securities	472,206	505,873	33,666	34,424	758
Monetary claims purchased	88,996	88,996	-	-	-
Certificates of deposit	25,000	25,000	-	-	-
Monetary trusts	76,610	81,653	5,042	7,532	2,489
Total	3,754,777	4,019,432	264,654	275,643	10,988
Domestic bonds	2,526,900	2,611,967	85,067	89,263	4,195
Domestic stocks	211,180	338,900	127,719	129,870	2,151
Foreign securities	353,883	367,041	13,157	14,551	1,394
Bonds	297,668	310,031	12,363	13,082	719
Stocks, etc.	56,214	57,009	794	1,469	674
Other securities	472,206	505,873	33,666	34,424	758
Monetary claims purchased	88,996	88,996	-	-	-
Certificates of deposit	25,000	25,000	-	-	-
Monetary trusts	76,610	81,653	5,042	7,532	2,489

Notes:

- The above table includes assets such as certificates of deposits which are permitted to be considered as equivalent to securities defined in the Securities and Exchange Law.
- Monetary trusts include securities other than trading securities.
- Other than the above, valuation gains (devaluation losses) on derivatives classified as monetary trusts within available-for-sale securities, which are charged or credit to income, resulted in a gain of 204 million yen as of March 31, 2005.

#### b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of March 31, 2005
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	3,690
Available-for-sale securities	113,728
Unlisted domestic stocks (excluding over-the-counter stocks)	16,860
Unlisted foreign stocks (excluding over-the-counter stocks)	60,000
Unlisted foreign bonds	-
Others	36,868
Total	117,419

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, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	1,354,389	1,355,206	816	17,243	16,426
Domestic bonds	1,263,514	1,265,230	1,715	16,693	14,978
Foreign bonds	50,748	50,930	182	549	366
Monetary claims purchased	40,126	39,045	(1,080)	-	1,080
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,413,092	3,000,075	586,982	594,812	7,829
Domestic bonds	960,948	972,737	11,788	15,392	3,604
Domestic stocks	233,305	531,455	298,149	298,303	153
Foreign securities	284,036	292,372	8,336	10,007	1,671
Bonds	216,061	221,053	4,991	6,266	1,274
Stocks, etc.	67,974	71,318	3,344	3,741	396
Other securities	616,979	847,946	230,967	232,605	1,637
Monetary claims purchased	116,091	116,091	-	-	-
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763
Total	3,767,481	4,355,281	587,799	612,055	24,256
Domestic bonds	2,224,462	2,237,967	13,504	32,086	18,582
Domestic stocks	233,305	531,455	298,149	298,303	153
Foreign securities	334,784	343,302	8,518	10,556	2,038
Bonds	266,809	271,983	5,173	6,815	1,641
Stocks, etc.	67,974	71,318	3,344	3,741	396
Other securities	616,979	847,946	230,967	232,605	1,637
Monetary claims purchased	156,218	155,137	(1,080)	-	1,080
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763

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 Securities 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, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	3,690
Available-for-sale securities	166,080
Unlisted domestic stocks (excluding over-the-counter stocks)	18,752
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	147,328
Total	169,771

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

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

(Millions of yen)

Category	As of March 31, 2005				
	Cost/carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	1,403,993	1,451,088	47,094	51,262	4,167
Domestic bonds	1,331,334	1,376,227	44,893	49,058	4,165
Foreign bonds	72,659	74,861	2,201	2,204	2
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	3,690	3,690	-	-	-
Available-for-sale securities	2,464,512	2,685,402	220,890	228,298	7,407
Domestic bonds	1,195,565	1,235,740	40,174	40,204	30
Domestic stocks	228,040	355,760	127,719	129,870	2,151
Foreign securities	364,517	378,603	14,085	15,976	1,890
Bonds	225,008	235,170	10,161	10,878	716
Stocks, etc.	139,508	143,432	3,923	5,098	1,174
Other securities	485,781	519,648	33,867	34,713	845
Monetary claims purchased	88,996	88,996	-	-	-
Certificates of deposit	25,000	25,000	-	-	-
Monetary trusts	76,610	81,653	5,042	7,532	2,489
Total	3,872,197	4,140,182	267,985	279,560	11,575
Domestic bonds	2,526,900	2,611,967	85,067	89,263	4,195
Domestic stocks	231,731	359,451	127,719	129,870	2,151
Foreign securities	437,177	453,464	16,287	18,180	1,893
Bonds	297,668	310,031	12,363	13,082	719
Stocks, etc.	139,508	143,432	3,923	5,098	1,174
Other securities	485,781	519,648	33,867	34,713	845
Monetary claims purchased	88,996	88,996	-	-	-
Certificates of deposit	25,000	25,000	-	-	-
Monetary trusts	76,610	81,653	5,042	7,532	2,489

Category	As of March 31, 2006				
	Cost/carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	1,354,389	1,355,206	816	17,243	16,426
Domestic bonds	1,263,514	1,265,230	1,715	16,693	14,978
Foreign bonds	50,748	50,930	182	549	366
Monetary claims purchased	40,126	39,045	(1,080)	-	1,080
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	3,690	3,690	-	-	-
Available-for-sale securities	2,579,172	3,178,688	599,515	607,402	7,887
Domestic bonds	960,948	972,737	11,788	15,392	3,604
Domestic stocks	252,057	550,207	298,149	298,303	153
Foreign securities	414,974	433,181	18,207	19,880	1,672
Bonds	216,061	221,053	4,991	6,266	1,274
Stocks, etc.	198,912	212,128	13,215	13,613	397
Other securities	633,369	866,998	233,629	235,323	1,693
Monetary claims purchased	116,091	116,091	-	-	-
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763
Total	3,937,253	4,537,585	600,332	624,645	24,313
Domestic bonds	2,224,462	2,237,967	13,504	32,086	18,582
Domestic stocks	255,748	553,898	298,149	298,303	153
Foreign securities	465,722	484,112	18,389	20,429	2,039
Bonds	266,809	271,983	5,173	6,815	1,641
Stocks, etc.	198,912	212,128	13,215	13,613	397
Other securities	633,369	866,998	233,629	235,323	1,693
Monetary claims purchased	156,218	155,137	(1,080)	-	1,080
Certificates of deposit	45,000	45,000	-	-	-
Monetary trusts	156,731	194,471	37,740	38,503	763

**3) Fair value information on monetary trusts**

(Millions of yen)

Category	As of March 31, 2005					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	209,734	214,777	214,777	-	-	-

Category	As of March 31, 2006					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	204,934	242,674	242,674	-	-	-

**a. Monetary trusts for investment**

(Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Carrying value	Net valuation gains(losses)	Carrying value	Net valuation gains(losses)
Monetary trusts for investment	-	(5,360)	-	-
Investment type focused on stocks	-	(5,360)	-	-

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

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

(Millions of yen)

Category	As of March 31, 2005					
	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	209,734	214,777	214,777	5,042	7,532	2,489
Investment type focused on bonds	11,026	11,247	11,247	220	230	9
Investment type focused on stocks	67,008	71,829	71,829	4,821	7,302	2,480
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	80,000	80,000	80,000	-	-	-
Jointly operated and designated monetary trusts	51,700	51,700	51,700	-	-	-
Total	209,734	214,777	214,777	5,042	7,532	2,489

Category	As of March 31, 2006					
	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	204,934	242,674	242,674	37,740	38,503	763
Investment type focused on bonds	96,258	96,043	96,043	(214)	37	252
Investment type focused on stocks	64,375	102,330	102,330	37,955	38,466	510
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	-	-	-	-	-	-
Jointly operated and designated monetary trusts	44,300	44,300	44,300	-	-	-
Total	204,934	242,674	242,674	37,740	38,503	763

Notes:

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

2. Net unrealized gains(losses) above includes each of the gains/ losses on derivative transactions classified as monetary trusts at the end of each fiscal year. These gains/ losses on derivative transactions are recorded in the income statements.

**c. Fair value information for securities within monetary trusts in the previous table-a and b.**

*Monetary trusts within trading securities*

(Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Carrying value	Net valuation gains (losses)	Carrying value	Net valuation gains (losses)
Trading securities	-	(5,360)	-	-
Stocks	-	(5,360)	-	-

*Monetary trusts within held-to-maturity securities, policy reserve matching bonds and available-for-sale securities*

(Millions of yen)

Category	As of March 31, 2005				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Available-for-sale securities	76,610	81,653	5,042	7,532	2,489
Domestic bonds	10,829	11,050	220	230	9
Domestic stocks	65,781	70,602	4,821	7,302	2,480
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	76,610	81,653	5,042	7,532	2,489

Category	As of March 31, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Available-for-sale securities	156,731	194,471	37,740	38,503	763
Domestic bonds	93,905	93,690	(214)	37	252
Domestic stocks	62,826	100,781	37,955	38,466	510
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	156,731	194,471	37,740	38,503	763

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

**4) Fair value information on real estate**

(Millions of yen)

Category	As of March 31, 2005				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	82,737	72,458	(10,278)	22,505	32,784
Leasehold	913	589	(323)	291	614
Total	83,650	73,048	(10,601)	22,797	33,399

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	81,141	76,562	(4,579)	25,764	30,343
Leasehold	913	518	(394)	217	611
Total	82,054	77,080	(4,973)	25,982	30,955

*Note: Fair values are basically calculated based on the appraisal price. Less important property is calculated based on the posted price.*

## 5) Fair value information on derivative transactions

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

As of March 31, 2005

(Millions of yen)

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(1,420)	(3,669)	-	-	-	(5,090)
Hedge accounting not applied	(155)	(2,676)	148	(467)	-	(3,150)
Total	(1,575)	(6,345)	148	(467)	-	(8,240)

As of March 31, 2006

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	3,360	(1,628)	-	-	-	1,731
Hedge accounting not applied	(50)	(398)	(2,041)	274	-	(2,216)
Total	3,309	(2,027)	(2,041)	274	-	(484)

Notes:

1. Gains (losses) on derivatives which are applied to fair value hedge method (currency-related transactions as of March 31, 2005: a loss of 3,669 million yen ; as of March 31, 2006: a loss of 1,628 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)

Type	As of March 31, 2005				As of March 31, 2006			
	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:								
	-	-	-	-	-	-	-	-
	144,982	142,382	(1,575)	(1,575)	142,382	139,782	3,309	3,309
Others:								
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total				(1,575)				3,309

(Millions of yen, %)

Category	As of March 31, 2005				As of March 31, 2006			
	Total	1 year or shorter	1 year to 3 years	Over 3 years	Total	1 year or shorter	1 year to 3 years	Over 3 years
Receipts fixed, payments floating:								
Notional amount	-	-	-	-	-	-	-	-
Average fixed rate (receipt)	-	-	-	-	-	-	-	-
Average fixed rate (payment)	-	-	-	-	-	-	-	-
Receipts floating, payments fixed:								
Notional amount	144,982	2,600	4,000	138,382	142,382	2,600	1,400	138,382
Average fixed rate (receipt) (%)	0.07	0.07	0.07	0.06	0.09	0.16	0.16	0.09
Average fixed rate (payment) (%)	0.94	1.97	1.97	0.89	0.92	1.97	1.97	0.89

**3) Currency-related transactions**

(Millions of yen)

Category	As of March 31, 2005			As of March 31, 2006				
	Contracted value or notional principal amount	Over 1 Year	Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount	Over 1 Year	Current market or fair value	Valuation gains (losses)
Over-the-counter transactions								
Foreign exchange contracts:								
Sold:	234,265	-	240,611	(6,346)	261,814	-	263,841	(2,026)
U.S. dollar	140,444	-	144,339	(3,895)	178,450	-	178,877	(426)
Euro	88,000	-	90,307	(2,307)	71,705	-	73,176	(1,471)
British pound	3,755	-	3,808	(53)	9,766	-	9,845	(78)
Canadian dollar	2,064	-	2,155	(90)	1,891	-	1,941	(50)
Bought:	140	-	140	0	156	-	156	(0)
U.S. dollar	140	-	140	0	156	-	156	(0)
Euro	-	-	-	-	-	-	-	-
British pound	-	-	-	-	-	-	-	-
Canadian dollar	-	-	-	-	-	-	-	-
<b>Total</b>				<b>(6,345)</b>				<b>(2,027)</b>

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.

**4) Stock-related transactions**

(Millions of yen)

Category	As of March 31, 2005			As of March 31, 2006				
	Contracted value or notional principal amount	Over 1 Year	Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount	Over 1 Year	Current market or fair value	Valuation gains (losses)
Exchange-traded transactions								
Stock index futures:								
Sold	-	-	-	-	26,375	-	28,417	(2,041)
Bought	29,977	-	30,126	148	-	-	-	-
Stock options:								
Sold								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Bought								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
<b>Total</b>				<b>148</b>				<b>(2,041)</b>

**5) Bond-related transactions**

(Millions of yen)

Category	As of March 31, 2005			As of March 31, 2006				
	Contracted value or notional principal amount	Over 1 Year	Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount	Over 1 Year	Current market or fair value	Valuation gains (losses)
Exchange-traded transactions								
Bond futures contracts:								
Sold	34,385	-	34,852	(467)	27,233	-	26,958	274
Bought	-	-	-	-	-	-	-	-
Bond futures options:								
Sold								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Bought								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
<b>Total</b>				<b>(467)</b>				<b>274</b>

**6) Others**

The Company held no other derivative instruments as of March 31, 2005 and March 31, 2006.

### 3. Status of Separate Account Assets (Non-Consolidated)

#### (1) Balance of Separate Account Assets

(Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
Individual variable insurance	24,361	27,697
Individual variable annuities	15,056	17,773
Group annuities	112,121	106,440
Total	151,538	151,911

#### (2) Status of Individual Variable Insurance (Separate accounts)

##### a. Total number of policies and total policy amount in force

(Number, Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Number	Amount	Number	Amount
Variable insurance (term life)	373	1,339	353	1,291
Variable insurance (whole life)	9,403	74,483	8,559	66,268
Total	9,776	75,822	8,912	67,559

##### b. Asset composition

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	1,056	4.3	800	2.9
Securities	22,617	92.8	26,259	94.8
Domestic bonds	6,362	26.1	6,499	23.5
Domestic stocks	10,567	43.4	12,027	43.4
Foreign securities	5,687	23.3	7,732	27.9
Foreign bonds	2,765	11.4	3,135	11.3
Foreign stocks and other securities	2,922	12.0	4,597	16.6
Other securities	-	-	-	-
Loans	-	-	-	-
Other assets	687	2.8	637	2.3
Reserve for possible loan losses	-	-	-	-
Total assets	24,361	100.0	27,697	100.0

##### c. Net investment income

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Interests, dividends and income from real estate for rent	419	402
Gains on sale of securities	816	1,857
Gains on redemption of securities	-	-
Valuation gains on securities	61	4,782
Foreign exchange gains, net	-	-
Gains from derivatives, net	-	-
Other investment income	5	2
Losses on sale of securities	520	841
Amortization of securities	-	-
Devaluation losses on securities	-	-
Foreign exchange losses, net	1	2
Losses from derivatives, net	-	-
Other investment expenses	0	0
Net investment income	779	6,200

Note: Above net investment income(loss) are stated on the statements of operations as an item of the gains(losses) from separate accounts.

**d. Fair value information on securities**

Valuation gains (losses) on trading securities

(Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	22,617	61	26,259	4,782
Domestic bonds	6,362	136	6,499	(151)
Domestic stocks	10,567	(437)	12,027	4,147
Foreign bonds	2,765	118	3,135	(35)
Foreign stocks and other securities	2,922	243	4,597	820
Monetary trusts	-	-	-	-

**e. Fair value information on derivative transactions**

## (a) Interest-related transactions

The Company held no interest-related derivative instruments as of March 31, 2005 and 2006.

## (b) Currency-related transactions

The Company held no currency-related derivative instruments as of March 31, 2005 and 2006.

## (c) Stock-related transactions

The Company held no stock-related derivative instruments as of March 31, 2005 and 2006.

## (d) Bond-related transactions

The Company held no bond-related derivative instruments as of March 31, 2005 and 2006.

## (e) Others

The Company held no other derivative instruments as of March 31, 2005 and 2006.

**(3) Status of Individual Variable Annuities (Separate Accounts)****a. Total number of policies and total policy amount in force**

(Number, Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Number	Amount	Number	Amount
(variable investment type)	207	939	193	869
(guaranteed living benefit type)	177	543	171	536
Total	384	1,482	364	1,405

**b. Asset composition**

(Millions of yen, %)

Category	As of March 31, 2005					
	Variable investment type				Guaranteed investment type	
	Emphasis on stable return		Emphasis on high return			
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	527	10.4	352	7.7	369	6.9
Securities	4,532	89.2	4,224	91.8	4,977	92.6
Domestic bonds	3,215	63.3	877	19.1	2,609	48.6
Domestic stocks	812	16.0	2,292	49.8	1,577	29.4
Foreign securities	505	9.9	1,055	22.9	790	14.7
Foreign bonds	276	5.4	412	9.0	538	10.0
Foreign stocks and other securities	228	4.5	642	14.0	251	4.7
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	20	0.4	24	0.5	26	0.5
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,079	100.0	4,602	100.0	5,373	100.0

Category	As of March 31, 2006					
	Variable investment type				Guaranteed investment type	
	Emphasis on stable return		Emphasis on high return			
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	536	9.8	245	4.1	216	3.5
Securities	4,913	89.8	5,773	95.5	6,008	96.1
Domestic bonds	3,397	62.1	1,007	16.7	2,890	46.2
Domestic stocks	849	15.5	3,082	51.0	2,023	32.4
Foreign securities	667	12.2	1,682	27.8	1,094	17.5
Foreign bonds	258	4.7	542	9.0	593	9.5
Foreign stocks and other securities	408	7.5	1,140	18.9	501	8.0
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	20	0.4	29	0.5	29	0.5
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,470	100.0	6,047	100.0	6,254	100.0

**c. Net investment income**

(Millions of yen)

Category	Year Ended March 31, 2005			Year Ended March 31, 2006		
	Variable investment type		Guaranteed investment type	Variable investment type		Guaranteed investment type
	Emphasis on stable return	Emphasis on high return		Emphasis on stable return	Emphasis on high return	
Interests, dividends and income from real estate for rent	90	76	96	81	84	94
Gains on sale of securities	62	150	109	148	301	244
Gains on redemption of securities	-	-	-	-	-	-
Valuation gains on securities	46	-	12	243	1,172	665
Foreign exchange gains, net	-	-	0	-	-	-
Gains from derivatives, net	-	-	-	-	-	-
Other investment income	0	0	0	0	0	0
Losses on sale of securities	75	85	84	66	106	84
Losses on redemption of securities	-	-	-	-	-	-
Devaluation losses on securities	-	6	-	-	-	-
Foreign exchange losses, net	0	0	-	0	0	0
Losses from derivatives, net	-	-	-	-	-	-
Other investment expenses	0	0	0	0	0	0
Net investment income	124	135	134	407	1,451	918

Note: Above net investment income (loss) are stated on the statements of operations as an item of the gains (losses) from separate accounts.

**d. Fair value information on securities**

Valuation gains (losses) on trading securities

*Individual variable annuities (Variable investm*

(Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	4,532	46	4,913	243
Domestic bonds	3,215	42	3,397	(79)
Domestic stocks	812	(30)	849	259
Foreign bonds	276	10	258	(1)
Foreign stocks, etc.	228	24	408	65
Monetary trusts	-	-	-	-

*Individual variable annuities (Variable investment type / Emphasis on high return)*

(Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	4,224	(6)	5,773	1,172
Domestic bonds	877	13	1,007	(20)
Domestic stocks	2,292	(98)	3,082	1,012
Foreign bonds	412	23	542	(7)
Foreign stocks, etc.	642	54	1,140	186
Monetary trusts	-	-	-	-

*Individual variable annuities (Guaranteed investment type)*

(Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	4,977	12	6,008	665
Domestic bonds	2,609	31	2,890	(68)
Domestic stocks	1,577	(68)	2,023	655
Foreign bonds	538	29	593	(5)
Foreign stocks, etc.	251	20	501	83
Monetary trusts	-	-	-	-

**e. Fair value information on derivative transactions**

(a) Interest-related transactions

The Company held no interest-related derivative instruments as of March 31, 2005 and 2006.

(b) Currency-related transactions

The Company held no currency-related derivative instruments as of March 31, 2005 and 2006.

(c) Stock-related transactions

The Company held no stock-related derivative instruments as of March 31, 2005 and 2006.

(d) Bond-related transactions

The Company held no bond-related derivative instruments as of March 31, 2005 and 2006.

(e) Others

The Company held no other derivative instruments as of March 31, 2005 and 2006.

#### 4. Reconciliation to Core Profit and Ordinary Profit

##### a. Reconciliation to core profit

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Core Revenues	1,042,252	1,021,367
Income from insurance premiums	884,804	871,153
Insurance premiums	883,507	870,134
Ceded reinsurance recoveries	1,296	1,018
Investment income	128,410	138,403
Interest, dividends and income from real estate for rent	119,382	106,987
Gains on redemption of securities	153	467
Other investment income	2,636	2,595
Gains on separate accounts, net	6,237	28,352
Other ordinary income	29,037	11,810
Income related to withheld insurance claims and other payments for future annuity payments	563	297
Income due to withheld insurance payments	2,410	3,177
Reversal of reserve for outstanding claims	-	3,900
Reversal of reserve for employees' retirement benefits	25,349	3,374
Reversal of reserve for directors' and corporate auditors' retirement benefits	-	-
Other ordinary income	714	1,060
Other core revenues	-	-
Core Expenses	939,520	925,261
Insurance claims and other payments	805,080	791,872
Insurance claims	288,656	308,591
Annuity payments	26,158	27,259
Insurance benefits	186,623	175,698
Surrender payments	215,048	203,007
Other payments	87,237	76,220
Reinsurance payments	1,356	1,093
Provision for policy and other reserves	2,633	906
Investment expenses	9,184	8,950
Interest expense	32	25
Losses on redemption of securities	-	-
Provision for reserve for possible loan losses	-	-
Depreciation of real estate for rent	2,819	2,698
Other investment expenses	6,331	6,227
Losses on separate accounts, net	-	-
Operating expenses	108,881	109,262
Other ordinary expenses	13,740	14,268
Payments related to withheld insurance claims	2,169	1,914
Taxes	6,696	6,572
Depreciation	4,057	4,075
Provision for reserve for employees' retirement benefits	510	1,379
Other ordinary expenses	307	326
Other core expenses	-	-
Core Profit	102,731	96,105

**b. Reconciliation to core profit**

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Core profit (A)	102,731	96,105
Capital gains	18,274	42,270
Gains from monetary trusts, net	3,199	3,664
Gains on investments in trading securities, net	4,885	22,157
Gains on sale of securities	10,189	16,449
Gains from derivatives, net	-	-
Foreign exchange gains, net	-	-
Others	-	-
Capital losses	23,724	37,745
Losses from monetary trusts, net	-	-
Losses on investments in trading securities, net	-	-
Losses on sale of securities	8,348	1,045
Devaluation losses on securities	1,863	547
Losses from derivatives, net	8,509	31,227
Foreign exchange losses, net	5,002	4,924
Others	-	-
Capital gains/losses (B)	(5,449)	4,525
Core profit reflecting capital gains / losses (A+B)	97,281	100,630
Other one-time gains	(1,436)	(1,185)
Ceding reinsurance commissions	-	-
Reversal of contingency reserve	(1,436)	(1,185)
Others	-	-
Other one-time losses	10	-
Reinsurance premiums	-	-
Provision for contingency reserve	-	-
Provision for specific reserve for possible loan losses	-	-
Provision for specific reserves for loans to refinancing countries	-	-
Write-off of loans	10	-
Others	-	-
Other one-time gains/losses (C)	(1,447)	(1,185)
Ordinary profit (A+B+C)	95,834	99,445

## 5. Disclosed Claims Based on Insurance Business Law Standard

(Non-Consolidated)

(Millions of yen, %)

Category	As of March 31, 2005	As of March 31, 2006
Claims against bankrupt and quasi-bankrupt obligors	114	121
Claims with collection risk	2,236	1,999
Claims for special attention	384	422
Sub-total	2,735	2,543
[% of Total]	[ 0.26]	[ 0.25]
Claims against normal obligors	1,053,247	1,009,163
Total	1,055,983	1,011,707

Notes:

1. Claims against bankrupt and quasi-bankrupt obligors are loans to borrowers who are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings and other borrowers in serious financial difficulties.
2. Claims with collection risk are loans to obligors (other than bankrupt and quasi-bankrupt obligors) with deteriorated financial condition and results of operations from which it is unlikely that the principal and interest on the loans will be recovered.
3. Claims for special attention are loans on which principal and/or interest are past due for three months or more and loans with a concessionary interest rate, as well as loans with renegotiated conditions in favor of the borrower, including renegotiated schedule and/or waivers, in each case, other than the loans described in notes 1 or 2 above.
4. Claims against normal obligors are all other loans.
5. Above figures include claims for bond borrowing transaction with cash collateral from as of March 31, 2006. Therefore, the figures as of March 31, 2006 include 10,152 million yen of claims against normal obligors which were not included in the year ended 2005.

## 6. Risk Monitored Loans (Based on Insurance Business Law Guidelines)

(Non-Consolidated)

(Millions of yen, %)

Category	As of March 31, 2005	As of March 31, 2006
Loans to bankrupt companies	83	93
Past due loans	2,267	2,025
Loans over due for three months or more	-	-
Restructured loans	384	422
Total: a	2,734	2,541
[% of total loans]	[ 0.26]	[ 0.26]
Specific reserve for possible loan losses: b	1,515	1,499
General reserve for possible loan losses: c	317	188
Amount covered by collateral and guarantees: d	943	890
Sub-total =a-b-c-d	(42)	(36)
Coverage ratio A = (b+c) / a (%)	67.0	66.4
Coverage ratio B = (b+c+d) / a (%)	101.5	101.4

Notes:

1. Certain past due loans and loans to bankrupt companies were written off and charged to the reserve for possible loan losses. Write-offs relating to bankrupt companies as of March 31, 2005 and March 31, 2006 amounted to 125 million yen and 6 million yen, respectively. Past due loans also decreased due to write-offs in the amounts of 453 million yen and 431 million yen as of March 31, 2005 and March 31, 2006, respectively.
2. Loans to bankrupt companies are loans to borrowers that are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings on which the Company has stopped accruing interest after determining that collection or repayment of principal or interest is impossible due to a significant delay in payment of principal or interest or for some other reason.
3. Past due loans are loans (other than the loans described in note 2 above and the loans for which due dates for interest payments have been rescheduled for purposes of restructuring or supporting the borrower) on which the Company has stopped accruing interest based on self-assessment.
4. Loans over due for three months or more are loans, other than the loans described in notes 2 or 3 above, on which principal and/or interest are in arrears for three months or more.
5. Restructured loans are loans, other than the loans described in notes 2, 3 or 4 above, for which agreements have been made between the relevant parties to provide a concessionary interest rate, rescheduling of due dates for interest and/or principal payments, waiver of claims and/or other terms in favor of the borrower for purposes of restructuring or supporting the borrower.

## (Reference) Reserve for Possible Loan Losses

### (1) Reserve for Possible Loan Losses

(Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
General reserve for possible loan losses	317	188
Specific reserve for possible loan losses	1,515	1,499
Specific reserve for loans to refinancing countries	-	-
Total	1,833	1,687

### (2) Specific Reserve for Possible Loan Losses

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Transfer	1,515	1,499
Reversal	2,548	1,509
Net transfer	(1,033)	(10)

Note: The amount of reversal indicated above does not include the amount of reversal made for any specific purpose.

### (3) Specific Reserve for Loans to Refinancing Countries

#### a. Specific reserve for loans to refinancing countries

The Company held no specific reserve for loans to refinancing countries as of March 31, 2005 and March 31, 2006.

#### b. Loan outstanding by country

The Company held no loan outstanding by country as of March 31, 2005 and March 31, 2006.

### (4) Write-off of Loans

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Write-off of loans	10	-

Note: The amounts of loan write-offs are those representing the portions of the relevant collateralized or guaranteed credits to Bankrupt Debtors and Effectively Bankrupt Debtors that remain unrecoverable, after deduction of the amounts equivalent to those deemed recoverable by way of valuation of collateral or execution of guarantee, and are reduced directly from the relevant aggregate credits.

## (Reference) Self-Assessment of Loans

Self-assessment of assets means individually reviewing each asset, and categorizing it according to risks in collection or deterioration of the value as an asset, which should provide the basis for adequate write-offs or reservation, and creation of reliable financial statements.

According to their risks in collection or deterioration of the value as an asset, assets are categorized into four classes from Class I - IV. Class I is composed of assets with no problem.

Daido Life has established the internal criteria for self-assessment, and write-offs and reservation, and is carrying out strict self-assessment, and write-offs and reserve.

In the results of self-assessment of loans as of March 31, 2006, the Company deducted all assets categorized Class IV as uncollectible, and calculated the expected losses on each asset in Class III, and added the adequate reserve. Thus, the Company is making efforts to keep soundness of its assets.

### Self-Assessment of Loans

(Millions of yen)

Classifications	As of March 31, 2005		As of March 31, 2006	
	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation
Class I	1,042,268	1,043,616	1,004,156	1,005,508
Class II	12,103	12,103	6,089	6,089
Class III	1,611	262	1,461	109
Class IV	21	-	-	-
Total exposures	1,056,005	1,055,983	1,011,707	1,011,707

*Note: The total exposures include securities lent, guarantee endorsements, interest payable and suspense payments in addition to loans. The interest payable and suspense payments included here are limited to those related to loans and securities lent.*

## 7. Solvency Margin Ratio (Non-Consolidated)

( Millions of yen, % )

Items	As of March 31, 2005	As of March 31, 2006
Total solvency margin (A)	653,148	1,068,289
Equity (less certain items)	166,531	196,573
Reserve for price fluctuations	32,584	47,571
Contingency reserve	77,893	79,079
Reserve for possible loan losses	317	188
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent., if gains; x 100 per cent., if losses)	198,801	539,564
Net unrealized gains (losses) on real estate (x 85 per cent., if gains; x 100 per cent., if losses)	(10,601)	(4,973)
Excess of amount of policy surrender payment	117,440	124,207
Unallotted portion of reserve for policyholder dividends	7,474	8,916
Future profits	15,155	13,655
Deferred tax assets	47,550	63,505
Deductible items	-	-
Total risk $\sqrt{R_1^2 + (R_2 + R_3 + R_7)^2 + R_4}$ (B)	125,949	170,317
Insurance risk $R_1$	34,556	34,182
Assumed investment yield risk $R_2$	21,184	20,493
Investment risk $R_3$	96,756	141,649
Business risk $R_4$	3,049	3,940
Minimum guaranty risk $R_7$	-	684
Solvency margin ratio (A) $\frac{(A)}{(1/2) \times (B)} \times 100$	1,037.2%	1,254.4%

Notes:

1. 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.
2. Equity represents equity on the balance sheet less net unrealized gains on securities, deferred gain on sale of real estate and estimated appropriation paid in cash.
3. 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.

## 8. Adjusted Net Assets (Non-Consolidated)

( Millions of yen )

Items	As of March 31, 2005	As of March. 31, 2006
Adjusted net assets	669,601	1,062,325

Note: Foregoing were calculated according to the orders providing classifications, etc. that are stipulated in 132.2 of Insurance Business Law, and descriptions provided in Notification No. 2 issued in January 1999 by Financial Supervisory Agency and Ministry of Finance.