

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%.

1. Business Highlights

(1) Total Policy Amount in Force	P3
(2) New Policy Amount	P3
(3) Annualized Premiums	P3
(4) Policies by Dividend Type (Individual Insurance and Annuities)	P4
(5) Average Amount of New Policies and Policy Amount in Force (Individual Insurance)	P4
(6) New Policy Rate	P4
(7) Surrender and Lapse Rate	P4
(8) Surrender and Lapse Amount	P4
(9) Average Premium Amount of Individual Insurance New Policies	P5
(10) Average Assumed Investment Yield and Negative Spread	P5
(11) Mortality Rate for Individual Insurance	P5
(12) Reserve for Outstanding Claims	P5
(13) Policy Reserve	P6
(14) Policy Reserve Calculating Methods and Ratios	P6
(15) Policy Reserve for Separate Account Policies with Minimum Guarantee	P7
(16) Other Reserves	P7
(17) Insurance Premium	P7
(18) Insurance Claims	P7
(19) Annuity Payments	P7
(20) Insurance Benefits	P8
(21) Surrender Payments	P8
(22) Operating Expenses	P8
(23) Operating Expense Ratio	P8

2. Investment in General Account Assets for the Fiscal Year Ended March 31, 2006

(1) Fiscal Year Ended March 31, 2006 Investment Performance	P9
(2) Asset Composition	P10
(3) Changes in the Amount of Assets by Categories	P10
(4) Investment Income	P11
(5) Investment Expenses	P11
(6) Net Investment Income	P12
(7) Investment Yield by Asset Categories	P12

(8) Securities	P13
(9) Securities by Contractual Maturity Dates	P13
(10) Stock Holdings by Industry	P14
(11) Loans	P15
(12) Loans to Domestic Companies by Company Size	P15
(13) Loans by Industry	P16
(14) Foreign Investments	P17
(15) Fair Value Information on Securities and Others	P19
1) Valuation gains (losses) on trading securities	P19
2) Fair value information on securities (except trading securities)	P19
3) Fair value information on monetary trusts	P21
4) Fair value information on derivative transactions	P22

3. Status of Separate Account Assets

(1) Balance of Separate Account Assets	P24
(2) Status of Individual Variable Insurance (Separate Accounts)	P24
(3) Status of Individual Variable Annuities (Separate Accounts)	P25

4. Core Profit and Reconciliation to Ordinary Profit

P27

5. Disclosed Claims Based on Insurance Business Law Standard

P28

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

P28

(Reference) Reserve for Possible Loan Losses

P28

7. Solvency Margin Ratio

P29

8. Adjusted Net Assets

P29

1. Business Highlights

(1) Total Policy Amount in Force

(Number: Thousands, 100 Millions of yen)

Category	As of March 31, 2005				As of March 31, 2006			
	Number	Change (%)	Amount		Number	Change (%)	Amount	
				Change (%)				Change (%)
Individual insurance	339	92.7	25,241	89.9	286	84.4	20,708	82.0
Individual annuities	72	105.9	3,888	118.5	86	120.3	5,945	152.9
Group insurance	-	-	18,313	91.6	-	-	15,160	82.8
Group annuities	-	-	494	76.5	-	-	444	89.9

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	Year Ended March 31, 2005				Year Ended March 31, 2006			
	Number	Amount			Number	Amount		
			New policies	Increase from conversion			New policies	Increase from conversion
Individual insurance	22	2,389	2,389	-	3	341	341	-
Individual annuities	8	608	608	-	19	1,286	1,286	-
Group insurance	-	15	15	-	-	0	0	-
Group annuities	-	-	-	-	-	-	-	-

Notes:

1. There is no conversion plan from FY2001.

2. The new policy amount 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 products 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	
		Change (%)		Change (%)
Individual Insurance	40,348	95.2	32,681	81.0
Individual annuities	27,990	130.0	41,436	148.0
Total	68,339	106.9	74,117	108.5
3rd Sector	9,434	107.5	7,711	81.7

b. New policies

Category	As of March 31, 2005		As of March 31, 2006	
		Change (%)		Change (%)
Individual Insurance	2,667	78.8	485	18.2
Individual annuities	5,638	68.9	12,545	222.5
Total	8,306	71.8	13,030	156.9
3rd Sector	1,697	105.9	293	17.3

Note: 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) Policies by Dividend Type (Individual Insurance and Annuities)**a. Policies in force**

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Participating	1,849,431	63.5	1,614,147	60.6
Semi-participating	498,714	17.1	369,586	13.9
Non-participating	564,885	19.4	681,683	25.6
Total	2,913,030	100.0	2,665,417	100.0

b. New policies

Category	Year Ended March 31, 2005		Year Ended March 31, 2006	
	Amount	Percentage	Amount	Percentage
Participating	-	-	-	-
Semi-participating	52,411	17.5	5,549	3.4
Non-participating	247,320	82.5	157,233	96.6
Total	299,732	100.0	162,783	100.0

Note: Semi-participating policies only pay dividends related to investment every five years.

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

(Thousands of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Average amount of new policies	10,693	8,892
Average amount in force	7,437	7,228

Note: There is no conversion plan from FY2001.

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

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	8.5	1.4
Individual annuities	20.4	35.9
Group insurance	0.1	0.0

Note: There is no conversion plan from FY2001.

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

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	14.6	15.4
Individual annuities	5.0	8.2
Group insurance	0.4	0.1

(8) Surrender and Lapse Amount

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	410,167	389,473
Individual annuities	14,979	29,221
Group insurance	8,705	1,843

(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	9,292	9,723

Note: There is no conversion plan from FY2001.

(10) Average Assumed Investment Yield and Negative Spread (Millions of yen, %)

Category	As of March 31, 2005	As of March 31, 2006
Amount of negative spread	3,924	4,306
Investment yield on core profit	1.29%	1.14%
Average assumed investment yield	2.20%	2.19%
Individual insurance and annuities	2.40%	2.36%
Policy reserve in general accounts	432,806	411,721

Notes:

1. Method of calculating negative spread:

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

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 accounts only) by denominator as policy reserve in general accounts.

4. 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 end of fiscal year - Assumed interest) x (1/2)

(11) Mortality Rate for Individual Insurance (‰)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Rate based on number of policies	4.05	4.46
Rate based on policy amount	5.13	5.16

(12) Reserve for Outstanding Claims (Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
Insurance claims		
Death benefits	2,085	1,643
Accidental death benefits	64	34
Disability benefits	448	316
Maturity benefits	360	499
Others	0	17
Subtotal	2,959	2,511
Annuity payments	50	37
Insurance benefits	1,785	583
Surrender payments	1,480	1,310
Deferred insurance benefits	14	22
Total	6,728	4,475

(13) Policy Reserve

(Millions of yen)

Category		As of March 31, 2005	As of March 31, 2006
Policy reserve (excluding contingency reserve)			
Policy reserve (excluding contingency reserve)	Individual insurance	261,601	247,468
	General accounts	258,963	244,281
	Separate accounts	2,637	3,186
	Individual annuities	360,115	568,797
	General accounts	117,936	115,316
	Separate accounts	242,179	453,480
	Group insurance	336	285
	General accounts	336	285
	Separate accounts	-	-
	Group annuities	49,432	44,425
	General accounts	49,135	44,369
	Separate accounts	296	56
	Others	963	849
	General accounts	963	849
Separate accounts	-	-	
Subtotal	672,449	861,827	
General accounts	427,335	405,103	
Separate accounts	245,113	456,724	
Contingency reserve			
Contingency reserve 1	1,598	3,712	
Contingency reserve 2	-	-	
Contingency reserve 3	-	1,421	
Subtotal	1,598	5,134	
Total			
General accounts	674,047	866,962	
Separate accounts	428,934	410,237	
	245,113	456,724	

(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	Variable annuities	Net Level Premium Reserve Method
		Other insurance	5-year Zillmer Method (Full-year Zillmer Method is applied to the policies whose effective date are before September 30, 2001)
	Policies not subject to Standard Policy Reserve Method	Variable annuities	Net Level Premium Reserve Method
		Other insurance	Full-year Zillmer Method
Ratio of "Amount of the Company's Policy Reserve (Excluding Contingency Reserve)" to "Policy Reserve Required by Regulatory Standards"		98.7%	99.2%

Note: Calculating methods and ratios stated above cover individual insurance and annuity policies only. Group insurance and annuity policies have different calculating methods.

(15) Policy Reserve for Separate Account Policies with Minimum Guarantee (Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
Policy reserve (General account)	3,425	4,609

(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 loan losses				
General reserve	15	(7)	13	(1)
Specific reserve	129	(1,090)	79	(50)
Reserve for employees' retirement benefits	10,639	(611)	7,886	(2,752)
Reserve for directors' retirement benefits	123	18	117	(5)
Reserve for price fluctuations	284	90	364	80

(17) Insurance Premium (Millions of yen)

	Year Ended March 31, 2005	Year Ended March 31, 2006
Individual insurance	33,185	28,313
Single premiums	1,461	484
Annual payment	3,320	2,930
Semi-annual payment	521	438
Monthly payment	27,881	24,460
Individual annuities	79,237	166,043
Single premiums	77,311	164,315
Annual payment	254	236
Semi-annual payment	27	23
Monthly payment	1,644	1,468
Group insurance	5,744	4,832
Group annuities	5,199	4,119
Total	123,421	203,351

(18) Insurance Claims (Millions of yen)

Category	Year Ended March 31, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006
Death benefits	12,299	9,912	-	2,771	-	-	-	12,684
Accidental death benefits	154	81	-	3	-	0	-	84
Disability benefits	827	568	-	133	-	-	-	702
Maturity benefits	9,594	10,523	-	-	-	49	-	10,573
Others	21	2	-	-	-	-	-	2
Total	22,897	21,087	-	2,908	-	49	-	24,046

(19) Annuity Payments (Millions of yen)

Year Ended March 31, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006
5,204	-	3,677	49	1,234	56	-	5,017

(20) Insurance Benefits

(Millions of yen)

Category	Year Ended March 31, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006
Death benefits	3,703	0	7,031	-	-	0	-	7,032
Hospitalization benefits	1,681	1,554	4	7	-	-	0	1,567
Operation benefits	633	631	2	-	-	-	-	634
Injury benefits	26	14	-	5	-	-	-	20
Survival benefits	3,737	3,256	-	-	-	4	-	3,261
Others	9,566	58	-	-	4,112	-	-	4,170
Total	19,349	5,516	7,038	13	4,112	4	0	16,686

(21) Surrender Payments

(Millions of yen)

Year Ended March 31, 2005	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Year Ended March 31, 2006
30,366	10,833	26,283	-	1,622	72	-	38,812

(22) Operating Expenses

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Sales activity related expenses	5,689	9,127
Sales administrative expenses	1,776	1,184
General administrative expenses	8,881	9,981
Total	16,348	20,294

(23) Operating Expense Ratio (Against Insurance Premiums)

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Operating expense ratio	13.2	10.0

2. Investment in General Account Assets for the Fiscal Year Ended March 31, 2006

(1) Fiscal Year Ended March 31, 2006 Investment Performance

As of March 31, 2006, general account assets amounted to ¥476.3 billion (¥481.3 billion), down ¥5.1 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, T&D Financial Life reduced the amount of investments in currency-hedged foreign bonds to 7.4% (11.0%) of the Company's general account assets, while continuing to invest mainly in yen-denominated fixed income assets.

At the end of the fiscal year ended March 31, 2006, the percentages of general account assets in principal categories were as follows: domestic bonds, 65.5% (55.7%); domestic stocks, 0.1% (0.1%); foreign securities, 9.4% (10.7%); and loans, 2.8% (3.1%).

For the fiscal year ended March 31, 2006, net investment income decreased by ¥5.7 billion from the previous fiscal year, to 0.0 billion. This was mainly due to a ¥0.7 billion decrease in interest and dividend income and ¥4.7 billion increase in losses on monetary trusts for hedging minimum guarantee risk relating to variable annuities.

In addition, net gains of ¥54 million was recorded through the sale of securities classified as held-to-maturity bonds for the year ended March 31, 2006. Total proceeds on such sales amounted to ¥4,947 million, and total acquisition costs for such bonds amounted to ¥4,892 million, respectively.

This transaction was performed in order to maintain the liquidity of group insurance asset, reflecting the decrease of holding asset liquidity as well as the forecast of future cash flow.

(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	33,285	6.9	30,582	6.4
Securities repurchased under resale agreements	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-
Monetary claims purchased	-	-	-	-
Securities under proprietary accounts	-	-	-	-
Monetary trusts	7,036	1.5	7,748	1.6
Securities	387,751	80.5	398,232	83.6
Domestic bonds	267,993	55.7	311,786	65.5
Domestic stocks	384	0.1	481	0.1
Foreign securities	51,332	10.7	44,607	9.4
Foreign bonds	30,920	6.4	27,566	5.8
Foreign stocks and other securities	20,412	4.2	17,041	3.6
Other securities	68,040	14.1	41,356	8.7
Loans	14,753	3.1	13,333	2.8
Property and equipment	162	0.0	125	0.0
Deferred tax asset	7,071	1.5	5,207	1.1
Other assets	31,536	6.6	21,200	4.5
Reserve for possible loan losses	(145)	(0.0)	(92)	(0.0)
Total assets	481,452	100.0	476,337	100.0
Foreign currency denominated assets	624	0.1	658	0.1

(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	(2,564)	(2,703)
Securities repurchased under resale agreements	-	-
Pledged money for bond borrowing transaction	-	-
Monetary claims purchased	(173)	-
Securities under proprietary accounts	-	-
Monetary trusts	1,884	711
Securities	(22,779)	10,481
Domestic bonds	(14,970)	43,792
Domestic stocks	(2,554)	97
Foreign securities	(5,252)	(6,725)
Foreign bonds	(1,092)	(3,353)
Foreign stocks and other securities	(4,159)	(3,371)
Other securities	(1)	(26,683)
Loans	(11,535)	(1,419)
Property and equipment	(1,959)	(37)
Deferred tax asset	7,071	(1,864)
Other assets	6,617	(10,335)
Reserve for possible loan losses	1,097	52
Total assets	(22,341)	(5,115)
Foreign currency denominated assets	(1,140)	34

(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	5,338	4,590
Interest income from deposits	0	0
Interest income and dividends from securities	4,907	4,224
Interest income from loans	429	366
Income from real estate for rent	0	-
Other income from interest and dividends	0	0
Gain on securities under proprietary accounts	-	-
Gains from monetary trusts, net	36	-
Gains on investments in trading securities, net	-	-
Gains on sale of securities	486	502
Gains on sale of domestic bonds	252	145
Gains on sale of domestic stocks	135	27
Gains on sale of foreign securities	5	-
Other	93	328
Gains on redemption of securities	11	0
Gains from derivatives, net	-	-
Foreign exchange gains, net	-	0
Other investment income	369	170
Total	6,243	5,264

(5) Investment Expenses

(Millions of yen)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Interest expense	0	1
Losses on securities under proprietary accounts	-	-
Losses from monetary trusts, net	-	4,788
Losses on investments in trading securities, net	-	-
Losses on sale of securities	202	291
Losses on sale of domestic bonds	0	109
Losses on sale of domestic stocks	-	18
Losses on sale of foreign securities	134	63
Other	68	100
Devaluation losses on securities	24	55
Devaluation losses on domestic bonds	-	-
Devaluation losses on domestic stocks	-	55
Devaluation losses on foreign securities	24	-
Other	-	-
Amortization of securities	0	1
Losses from derivatives, net	-	-
Foreign exchange losses, net	1	0
Provision for reserve for possible loan losses	54	-
Write-off of loans	-	-
Depreciation of real estate for rent	15	-
Other investment expenses	108	61
Total	407	5,202

Note: Losses on monetary trusts are posted because of derivative transactions for the purpose of hedging minimum guarantee risks relating to variable annuities.

(6) Net Investment Income

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Net investment income	5,835	62

(7) Investment Yield by Asset Categories

(%)

Category	Year Ended March 31, 2005	Year Ended March 31, 2006
Cash and deposits, call loans	0.00	0.00
Securities repurchased under resale agreements	-	-
Pledged money for bond borrowing transaction	-	-
Monetary claims purchased	140.80	-
Securities under proprietary accounts	-	-
Monetary trusts	1.91	(51.19)
Domestic bonds	1.05	0.96
Domestic stocks	11.20	(12.02)
Foreign securities	0.82	1.30
Loans	2.38	2.55
Property and equipment	(2.86)	-
Total	1.18	0.01
[Excluding monetary trusts]	[1.17]	[1.07]
Foreign investments	1.68	0.58

(8) Securities

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Government bonds	244,540	63.1	288,693	72.5
Municipal bonds	-	-	-	-
Corporate bonds	23,453	6.0	23,092	5.8
Public corporation bonds	-	-	4	0.0
Domestic stocks	384	0.1	481	0.1
Foreign securities	51,332	13.2	44,607	11.2
Foreign bonds	30,920	8.0	27,566	6.9
Foreign stocks and other securities	20,412	5.3	17,041	4.3
Other securities	68,040	17.5	41,356	10.4
Total	387,751	100.0	398,232	100.0

(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	40,932	40,532	54,836	63,421	141	44,676	244,540
Municipal bonds	-	-	-	-	-	-	-
Corporate bonds	-	-	1,458	-	16,994	5,000	23,453
Domestic stocks	-	-	-	-	-	384	384
Foreign securities	2,011	18,655	351	-	-	30,314	51,332
Foreign bonds	2,000	18,610	309	-	-	10,000	30,920
Foreign stocks and other securities	11	44	41	-	-	20,314	20,412
Other securities	17,708	7,279	224	-	991	41,836	68,040
Total	60,652	66,466	56,870	63,421	18,128	122,211	387,751

(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	67,034	60,525	85,172	15,100	6,214	54,646	288,693
Municipal bonds	-	-	-	-	-	-	-
Corporate bonds	-	1,093	4	9,996	6,998	5,000	23,092
Domestic stocks	-	-	-	-	-	481	481
Foreign securities	1,999	15,654	-	-	-	26,954	44,607
Foreign bonds	1,999	15,566	-	-	-	10,000	27,566
Foreign stocks and other securities	-	87	-	-	-	16,954	17,041
Other securities	190	2,180	108	-	2,512	36,365	41,356
Total	69,224	79,453	85,285	25,096	15,725	123,447	398,232

* 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	-	-	-	-
Mining	-	-	-	-
Construction	23	6.0	0	0.0
Manufacturing industries				
Food products	-	-	-	-
Textiles and clothing	-	-	-	-
Pulp and paper	-	-	-	-
Chemicals	-	-	-	-
Medicals	-	-	-	-
Oil and coal products	-	-	-	-
Rubber products	-	-	-	-
Glass and stone products	-	-	-	-
Steel	-	-	-	-
Non-steel metals	-	-	-	-
Metal products	-	-	-	-
Machinery	-	-	-	-
Electric appliances	-	-	-	-
Transportation vehicles	-	-	-	-
Precision machinery	-	-	-	-
Others	7	1.8	-	-
Electric and gas utilities	-	-	-	-
Transportation / information telecommunications				
Ground transportation	3	0.9	-	-
Water transportation	13	3.4	-	-
Air transportation	26	7.0	26	5.5
Warehouses / transportation	-	-	-	-
Information / telecommunications	-	-	-	-
Commerce				
Wholesalers	-	-	-	-
Retailers	164	42.8	365	75.9
Financial services / insurance				
Banking	4	1.3	-	-
Securities and commodity futures trading	-	-	-	-
Insurance	-	-	-	-
Other financial services	12	3.3	12	2.6
Real estate	50	13.0	49	10.3
Service companies	79	20.6	27	5.7
Total	384	100.0	481	100.0

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

(11) Loans

(Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
Policy loans	9,486	8,261
Policyholder loans	7,923	6,856
Premium loans	1,563	1,405
Commercial loans	5,266	5,071
Loans to non-residents	-	-
Loans to corporations	5,164	5,000
Loans to domestic corporations	5,164	5,000
Loans to Japanese government, government-related organizations and international organizations	63	50
Loans to Japanese local governments and public entities	5	2
Mortgage loans	-	-
Consumer loans	-	-
Others	33	18
Total	14,753	13,333

(12) Loans to Domestic Companies by Company Size

(Number, Millions of yen, %)

Category		As of March 31, 2005		As of March 31, 2006	
			Percentage		Percentage
Large corporations	Number of debtors	1	33.3	1	100.0
	Amount of loans	75	1.5	5,000	100.0
Medium-sized corporations	Number of debtors	1	33.3	-	-
	Amount of loans	89	1.7	-	-
Small corporations	Number of debtors	1	33.3	-	-
	Amount of loans	5,000	96.8	-	-
Total	Number of debtors	3	100.0	1	100.0
	Amount of loans	5,164	100.0	5,000	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.

(13) Loans by Industry

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Domestic Loans				
Manufacturing Industries	-	-	-	-
Food products	-	-	-	-
Textiles and clothing	-	-	-	-
Timber and wood products	-	-	-	-
Pulp and paper	-	-	-	-
Printing	-	-	-	-
Chemicals	-	-	-	-
Oil and coal	-	-	-	-
Ceramic and stone products	-	-	-	-
Steel	-	-	-	-
Non-steel metals	-	-	-	-
Metal products	-	-	-	-
Machinery	-	-	-	-
Electric appliances	-	-	-	-
Transportation vehicles	-	-	-	-
Precision machinery	-	-	-	-
Others	-	-	-	-
Agriculture	-	-	-	-
Forestry	-	-	-	-
Fisheries	-	-	-	-
Mining	-	-	-	-
Construction	-	-	-	-
Utilities	-	-	-	-
Telecommunications	89	1.7	-	-
Transportation	35	0.7	20	0.4
Wholesalers	-	-	-	-
Retailers	-	-	-	-
Financial services/insurance	5,096	96.8	5,022	99.0
Real estate	-	-	-	-
Service companies	7	0.1	8	0.2
Local governments	5	0.1	2	0.0
Mortgage and consumer and others	33	0.6	18	0.4
Total	5,266	100.0	5,071	100.0
Foreign Loans				
Governments, etc.	-	-	-	-
Financial institutions	-	-	-	-
Commerce and industry companies, etc.	-	-	-	-
Total	-	-	-	-
Total	5,266	100.0	5,071	100.0

Note: Categories of domestic loans by industry are based on the classification of Bank of Japan's survey.

(14) 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	521	0.6	566	0.8
Foreign stocks	-	-	-	-
Non yen-denominated cash, cash equivalents and other assets	102	0.1	91	0.1
Total	624	0.7	658	0.9

(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	-	-	-	-
Total	-	-	-	-

(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	-	-	-	-
Foreign bonds	30,398	33.6	26,999	36.0
Foreign stocks	59,495	65.7	47,301	63.1
Foreign bonds and others	40	0.0	36	0.0
Total	89,934	99.3	74,337	99.1

(d) Total

(Millions of yen, %)

Category	As of March 31, 2005		As of March 31, 2006	
	Amount	Percentage	Amount	Percentage
Total foreign investments	90,558	100.0	74,996	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	624	100.0	658	100.0
Euro	-	-	-	-
Canadian dollar	-	-	-	-
Australian dollar	-	-	-	-
Others	-	-	-	-
Total	624	100.0	658	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	563	1.1	521	1.7	41	0.2	-	-
Europe	21,898	42.7	10,000	32.3	11,898	58.3	-	-
Oceania	-	-	-	-	-	-	-	-
Asia	-	-	-	-	-	-	-	-
Latin America	28,871	56.2	20,398	66.0	8,472	41.5	-	-
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	-	-	-	-	-	-	-	-
Total	51,332	100.0	30,920	100.0	20,412	100.0	-	-

(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	614	1.4	566	2.1	47	0.3	-	-
Europe	18,854	42.3	10,000	36.3	8,854	52.0	-	-
Oceania	-	-	-	-	-	-	-	-
Asia	-	-	-	-	-	-	-	-
Latin America	25,139	56.4	16,999	61.7	8,139	47.8	-	-
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International Organizations	-	-	-	-	-	-	-	-
Total	44,607	100.0	27,566	100.0	17,041	100.0	-	-

(15) 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	7,036	49	7,748	(4,406)

Note: The above table includes securities such as monetary trusts on trading securities.

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	255,205	258,489	3,284	4,143	(859)
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	131,805	131,657	(148)	797	(945)
Domestic bonds	43,228	43,186	(41)	131	(173)
Domestic stocks	99	164	64	64	-
Foreign securities	21,139	20,934	(205)	32	(237)
Bonds	598	521	(76)	-	(76)
Stocks, etc.	20,541	20,412	(128)	32	(161)
Other securities	67,337	67,372	34	569	(534)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	387,011	390,147	3,136	4,941	(1,805)
Domestic bonds	268,035	271,766	3,730	4,244	(513)
Domestic stocks	99	164	64	64	-
Foreign securities	51,538	50,844	(693)	63	(757)
Bonds	30,996	30,431	(564)	31	(595)
Stocks, etc.	20,541	20,412	(128)	32	(161)
Other securities	67,337	67,372	34	569	(534)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

Note: 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.

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	-
Available-for-sale securities	887
Unlisted domestic stocks (excluding over-the-counter stocks)	219
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	667
Total	887

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	285,920	285,309	(610)	682	(1,293)
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	112,461	111,711	(749)	1,994	(2,743)
Domestic bonds	54,868	52,865	(2,003)	0	(2,003)
Domestic stocks	99	365	265	265	-
Foreign securities	17,633	17,608	(24)	128	(153)
Bonds	595	566	(28)	-	(28)
Stocks, etc.	17,038	17,041	3	128	(125)
Other securities	39,859	40,872	1,013	1,599	(585)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	398,381	397,021	(1,360)	2,676	(4,036)
Domestic bonds	313,789	311,096	(2,693)	600	(3,293)
Domestic stocks	99	365	265	265	-
Foreign securities	44,632	44,686	53	222	(168)
Bonds	27,594	27,645	50	93	(43)
Stocks, etc.	17,038	17,041	3	128	(125)
Other securities	39,859	40,872	1,013	1,599	(585)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

Note: 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.

b. Securities without market value (Carrying value)

(Millions of yen)

Category	As of March 31, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	600
Unlisted domestic stocks (excluding over-the-counter stocks)	116
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	484
Total	600

3) Fair value information on monetary trusts

(Millions of yen)

Category	As of March 31, 2005				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts	7,036	7,036	-	-	-

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts	7,748	7,748	-	-	-

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	7,036	49	7,748	(4,406)

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

(Millions of yen)

Category	As of March 31, 2005				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts for held-to-maturity	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-
Other monetary trusts	-	-	-	-	-

Category	As of March 31, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts for held-to-maturity	-	-	-	-	-
Monetary trusts for policy reserve matching	-	-	-	-	-
Other monetary trusts	-	-	-	-	-

4) Fair value information on derivative transactions

a) General information

1. Types of transaction

The Company uses the following derivative transactions.

- i) Currency-related : currency option transactions
- ii) Interest-related : not applicable
- iii) Stock-related : stock index option transactions
- iv) Bond-related : not applicable

2. Transaction policy

The Company uses derivative transactions to hedge minimum guarantee risks (guaranteed minimum death benefit risk, guarantee of minimum annuitization value risk) relating to variable annuities.

3. Purpose of use

In accordance with the transaction policy, derivative transactions are used to hedge against the price fluctuation risks for the underlying assets of separate accounts.

4. Risk profile

Since the derivative transactions in which the Company is engaged are only put option purchases, it is exposed only to limited risks related to derivative transactions. Since it uses these transactions to hedge fluctuations of minimum guarantee risk from market risks (price fluctuation and currency risk) relating to the underlying assets of separate accounts, the risk of derivative transactions is limited further.

The risk of nonperformance by counterparties is also limited, because the Company only conducts transactions through exchanges or carefully selected OTC dealings with partners with high credit ratings.

5. Risk management

The policy of hedging minimum guarantee risk relating to variable annuities is stipulated in the Company's internal regulations regarding the execution and monitoring of hedging transactions, and the Company conducts tightly controlled operations in this respect. In the Company's approach to risk management, the front and back offices are separated into the investment section and the clerical and administrative section, which mutually supervise each other. The Total Risk Control Division also ascertains and analyzes all kinds of risks, including derivative transaction risk, and regularly reports to the Board of Directors.

6. Supplemental information

The Company does not apply hedge accounting to derivative transactions for the purpose of hedging minimum guarantee risk relating to variable annuities.

b) Gains (losses) on derivatives with and without hedge accounting

i) Currency-related transactions

(Millions of yen)

Category	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								
Currency options:								
Sold:								
Call	-	-			-	-		
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Euro	-	-			-	-		
Put	-	-			-	-		
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Euro	-	-			-	-		
Total	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Bought:								
Call	-	-			-	-		
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Euro	-	-			-	-		
Put	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
U.S. dollar	24,650	22,328			29,401	26,945		
Euro	[2,607]	[2,585]	[2,578]	[(28)]	[3,446]	[3,393]	[1,918]	[(1,528)]
Total	13,789	12,528			16,966	15,536		
U.S. dollar	[1,578]	[1,564]	[1,669]	[91]	[2,159]	[2,125]	[1,203]	[(955)]
Euro	10,861	9,800			12,435	11,408		
Total	[1,029]	[1,021]	[909]	[(120)]	[1,287]	[1,267]	[714]	[(572)]
Total				(28)				(1,528)

Note: Parenthesized figures are option premiums.

ii) Interest-related transactions

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

iii) Stock-related transactions

(Millions of yen)

Category	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								
Stock index options:								
Sold:								
Call	-	-			-	-		
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Put	-	-			-	-		
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Bought:								
Call	-	-			-	-		
U.S. dollar	[-]	[-]	[-]	[-]	[-]	[-]	[-]	[-]
Put	34,304	31,128			63,940	59,531		
U.S. dollar	[2,459]	[2,443]	[2,538]	[78]	[7,014]	[6,908]	[4,185]	[(2,828)]
Total				78				(2,828)

Note: Parenthesized figures are option premiums.

iv) Bond-related transactions

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

v) Others

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

3. Status of Separate Account Assets

(1) Balance of Separate Account Assets

(Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
Individual variable insurance	2,648	3,227
Individual variable annuities	245,235	456,198
Group annuities	297	56
Total	248,181	459,481

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

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

(Number: Thousands, Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Number	Amount	Number	Amount
Variable insurance (term life)	0	25	0	16
Variable insurance (whole life)	3	12,842	3	12,533
Total	3	12,867	3	12,550

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	238	9.0	214	6.7
Securities	2,382	90.0	2,980	92.4
Domestic bonds	520	19.6	601	18.6
Domestic stocks	1,373	51.9	1,849	57.3
Foreign securities	488	18.5	529	16.4
Foreign bonds	488	18.5	529	16.4
Foreign stocks and other securities	-	-	-	-
Other securities	-	-	-	-
Loans	-	-	-	-
Other assets	27	1.0	31	1.0
Reserve for possible loan losses	-	-	-	-
Total assets	2,648	100.0	3,227	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	50	53
Gains on sale of securities	17	53
Gains on redemption of securities	-	-
Valuation gains on securities	836	1,216
Foreign exchange gains, net	0	-
Gains from derivatives, net	-	-
Other investment income	-	0
Losses on sale of securities	111	74
Amortization of securities	-	11
Devaluation losses on securities	767	502
Foreign exchange losses, net	-	-
Losses from derivatives, net	-	-
Other investment expenses	0	0
Net investment income	25	734

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

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

(Number: Thousands, Millions of yen)

Category	As of March 31, 2005		As of March 31, 2006	
	Number	Amount	Number	Amount
Individual variable annuities	32	245,799	49	459,514

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	8,855	3.6	10,799	2.4
Securities	233,989	95.4	443,097	97.1
Domestic bonds	-	-	-	-
Domestic stocks	-	-	-	-
Foreign securities	1,574	0.6	1,550	0.3
Foreign bonds	-	-	-	-
Foreign stocks and other securities	1,574	0.6	1,550	0.3
Other securities	232,414	94.8	441,546	96.8
Loans	-	-	-	-
Other assets	2,390	1.0	2,301	0.5
Reserve for possible loan losses	-	-	-	-
Total assets	245,235	100.0	456,198	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	770	7,041
Gains on sale of securities	-	-
Gains on redemption of securities	-	-
Valuation gains on securities	25,718	104,289
Foreign exchange gains, net	-	-
Gains from derivatives, net	-	-
Other investment income	-	-
Losses on sale of securities	26	16
Amortization of securities	-	-
Devaluation losses on securities	19,570	25,039
Foreign exchange losses, net	-	-
Losses from derivatives, net	-	-
Other investment expenses	-	-
Net investment income	6,892	86,274

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**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	233,989	6,148	443,097	79,249

Note: The above table includes securities such as monetary trusts on trading securities.

2) Fair value information on monetary trusts

The Company held no monetary trusts as of March 31, 2005 and 2006.

3) 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. Core Profit and Reconciliation to Ordinary Profit

(Millions of yen)

	Year Ended March 31, 2005	Year Ended March 31, 2006
Core profit (A)	(6,746)	(7,037)
Capital gains	523	502
Gains from monetary trusts, net	36	-
Gains on investments in trading securities, net	-	-
Gains on sale of securities	486	502
Gains from derivatives, net	-	-
Foreign exchange gains, net	-	-
Others	-	-
Capital losses	229	5,137
Losses from monetary trusts, net	-	4,788
Losses on investments in trading securities, net	-	-
Losses on sale of securities	202	291
Devaluation losses on securities	24	55
Losses from derivatives, net	-	-
Foreign exchange losses, net	1	0
Others	-	-
Capital gains/losses (B)	294	(4,635)
(A+B)	(6,451)	(11,672)
Other one-time gains	-	2,962
Ceding reinsurance commissions	-	-
Reversal of contingency reserve	-	-
Others <i>Note.1</i>	-	2,962
Other one-time losses	6,442	3,536
Reinsurance premiums	-	-
Provision for contingency reserve	1,132	3,536
Provision for specific reserve for possible loan losses	61	-
Provision for specific reserves for loans to refinancing countries	-	-
Write-off of loans	-	-
Others <i>Note.2</i>	5,248	-
Other one-time gains/losses (C)	(6,442)	(573)
Ordinary profit (A+B+C)	(12,894)	(12,246)

Notes:

1. The figure for the year ended March 31, 2006, includes 2,962 million yen of reversal of policy reserve for minimum guarantee risks relating to variable annuities contracted prior to March 31, 2004, which were not mandatory in the FSA regulation.

2. The figure for the year ended March 31, 2005, includes 5,248 million yen of provision of policy reserve for minimum guarantee risks relating to variable annuities contracted prior to March 31, 2004.

5. Disclosed Claims Based on Insurance Business Law Standard

(Millions of yen, %)

Category	As of March 31, 2005	As of March 31, 2006
Claims against bankrupt and quasi-bankrupt obligors	454	94
Claims with collection risk	-	-
Claims for special attention	-	-
Sub-total	454	94
[% of Total]	[3.04]	[0.70]
Claims against normal obligors	14,511	13,434
Total	14,965	13,529

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. The amount of policy loans included in total loan amounts above as of March 31, 2005 is ¥8,394 million, including ¥31 million of claims against bankrupt and quasi-bankrupt obligors, and ¥8,362 million of claims against normal obligors.

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

(Millions of yen, %)

Category	As of March 31, 2005	As of March 31, 2006
Loans to bankrupt companies	-	-
Past due loans	386	31
Loans over due for three months or more	-	-
Restructured loans	-	-
Total: a	386	31
[% of total loans]	[2.62]	[0.24]

Notes:

1. 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.
2. 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.
3. 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.
4. 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.
5. The total amount of risk monitored loans as of March 31, 2005 are comprehensive policy loans. The all amount of policy loans applicable to risk monitored loans are reserved by the amount of surrender and lapse and others.

(Reference) Reserves for Possible Loan Losses

(Millions of yen)

Category	As of March 31, 2005	As of March 31, 2006
General reserve	15	13
Specific reserve	129	79

7. Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2005	As of March 31, 2006
Total solvency margin (A)	28,305	71,703
Equity (less certain items)	25,181	45,768
Reserve for price fluctuations	284	364
Contingency reserve	1,598	5,134
Reserve for possible loan losses	15	13
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent., if gains; x 100 per cent., if losses)	(148)	(749)
Net unrealized gains(losses) on real estate (x 85 per cent., if gains; x 100 per cent., if losses)	-	-
Excess of amount of policy surrender payment	871	20,555
Unallotted portion of reserve for policyholder dividends	-	-
Future profits	502	616
Deferred tax assets	-	-
Subordinated debt	-	-
Deductible items	-	-
Total risk (B) $\sqrt{R_1^2 + (R_2+R_3+R_7)^2} + R_4$	7,843	7,501
Insurance risk R_1	6,960	2,660
Assumed investment yield risk R_2	421	402
Investment risk R_3	2,496	2,512
Business risk R_4	296	281
Minimum guarantee R_7	-	3,796
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	721.7%	1,911.8%

Notes:

1. The ratio as of March 31, 2005 is calculated in accordance with Articles 86, 87, 161, 162 and 190 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.

3. Minimum guarantee risks were calculated using the standard method regulated by FSA.

8. Adjusted Net Assets

(Millions of yen)

Category	As of September 30, 2005	As of September 30, 2006
Adjusted net assets	41,195	64,567