

## **Supplementary Materials for the Six Months Ended September 30, 2007**

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

### (1) Total Policy Amount in Force

(Number, 100 Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007						As of March 31, 2007	
	Number	Amount	Number			Amount			Number	Amount
			% Change	% change from Previous FYE		% Change	% change from Previous FYE			
Individual insurance	1,989,397	387,520	1,947,425	97.9	98.9	386,573	99.8	100.5	1,968,403	384,804
Individual annuities	152,060	12,380	156,118	102.7	100.7	12,492	100.9	99.8	155,074	12,516
Subtotal	2,141,457	399,901	2,103,543	98.2	99.1	399,066	99.8	100.4	2,123,477	397,320
Group insurance	-	119,772	-	-	-	117,426	98.0	99.4	-	118,092
Group annuities	-	19,754	-	-	-	18,864	95.5	96.5	-	19,548

Notes:

1. Policy amounts for individual annuities are equal to the fund 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	Six Months Ended September 30, 2007					
	Number		Amount			
	% Change		% Change	New Policies	Increase from Conversion	
Individual insurance	107,139	93.1	23,919	108.8	23,907	12
Individual annuities	4,518	92.4	338	84.6	339	0
Subtotal	111,657	93.0	24,257	108.3	24,246	11
Group insurance	-	-	850	206.1	850	
Group annuities	-	-	0	7.5	0	

Category	Six Months Ended September 30, 2006				Year Ended March 31, 2007			
	Number	Amount			Number	Amount		
		New Policies	Increase from Conversion			New Policies	Increase from Conversion	
Individual insurance	115,113	21,992	22,029	(36)	222,721	42,375	42,457	(82)
Individual annuities	4,891	399	399	0	11,419	903	901	1
Subtotal	120,004	22,392	22,429	(36)	234,140	43,278	43,359	(81)
Group insurance	-	412	412		-	1,070	1,070	
Group annuities	-	0	0		-	1	1	

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 September 30, 2006	As of September 30, 2007			As of March 31, 2007
	Amount	Amount	% Change	% Change from Previous FYE	Amount
Individual Insurance	644,144	644,821	100.1	99.9	645,359
Individual annuities	46,040	47,125	102.4	100.5	46,913
Total	690,185	691,947	100.3	100.0	692,273
3rd sector	59,804	57,860	96.7	98.8	58,574

**b. New policies**

(Millions of yen, %)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007		Year ended March 31, 2007
	Amount	Amount	% Change	Amount
Individual Insurance	40,426	36,172	89.5	79,773
Individual annuities	1,599	1,354	84.7	3,688
Total	42,025	37,527	89.3	83,462
3rd sector	1,898	2,032	107.1	3,892

*Notes:*

1. The new policies include net increase from conversion.
2. The amounts are calculated by multiplying monthly premiums by 12, and dividing lump-sum payments by the insurance period.
3. 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 (Individual insurance and annuities)**

(100 Millions of yen, %)

Category	As of September 30, 2006				Six months ended September 30, 2006			
	Policies in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	722,464	49.4	192,220	53.4	17,714	18.8	4,142	19.2
Semi-participating	302,139	20.6	80,391	22.3	6,172	6.5	1,583	7.4
Non-participating	438,499	30.0	87,359	24.3	70,404	74.7	15,825	73.4
Total	1,463,102	100.0	359,972	100.0	94,290	100.0	21,551	100.0

Category	As of September 30, 2007				Six months ended September 30, 2007			
	Policies in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	649,673	44.6	171,361	47.5	2,209	2.6	1,017	4.3
Semi-participating	274,643	18.9	73,207	20.3	845	1.0	85	0.4
Non-participating	531,259	36.5	116,422	32.2	82,362	96.4	22,444	95.3
Total	1,455,575	100.0	360,991	100.0	85,416	100.0	23,547	100.0

Category	As of March 31, 2007				Year ended March 31, 2007			
	Policies in force				New policies			
	Number	%	Amount	%	Number	%	Amount	%
Participating	688,263	47.2	181,793	50.7	30,571	16.9	6,817	16.4
Semi-participating	289,073	19.8	76,920	21.5	7,666	4.2	1,891	4.6
Non-participating	481,462	33.0	99,466	27.8	143,244	78.9	32,793	79.0
Total	1,458,798	100.0	358,181	100.0	181,481	100.0	41,502	100.0

Notes: 1. Semi-participating policies only pay dividends related to investment every five years.

2. The new policy amounts do not include net increase from conversions.

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

(Thousands of yen)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Average amount of new policies	19,327	23,754	19,277
Average amount in force	19,479	19,850	19,549

Note: The average amount of new policies does not include increase from conversion.

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

(%)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Individual insurance	5.68	6.21	11.0
Individual annuities	3.42	2.89	7.7
Subtotal	5.62	6.11	10.9
Group insurance	0.34	0.72	0.9

Notes: 1. The above figures do not include increase from conversion.

2. The figures of the six months ended September 30, 2007 and 2006 are not annualized.

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

(%)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Individual insurance	5.01	5.07	10.25
Individual annuities	2.44	2.42	4.90
Subtotal	4.93	5.00	10.09
Group insurance	1.43	1.36	3.13

Notes: 1. Surrender and lapse rate represents adjusted rate including increase and decrease of policy amount and reinstatement.  
2. The figures of the six months ended September 30, 2006 and 2007 are not annualized.

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

(%)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Individual insurance and annuities	4.41	4.49	9.04

Note: The figures of the six months ended September 30, 2006 and 2007 are not annualized.

**(8) Surrender and Lapse Amount**

(Number, Millions of yen, %)

Category	Six Months Ended September 30, 2006			
	Number		Amount	
		% Change		% Change
Individual insurance	97,954	103.6	1,738,300	112.1
Individual annuities	2,804	112.6	27,110	109.9
Subtotal	100,758	103.8	1,765,410	112.1
Group insurance	-	-	44,409	690.2

Category	Six Months Ended September 30, 2007				Year Ended March 31, 2007	
	Number		Amount		Number	Amount
		% Change		% Change		
Individual insurance	96,019	98.0	1,755,790	101.0	198,867	3,561,197
Individual annuities	2,991	106.7	27,326	100.8	5,860	54,677
Subtotal	99,010	98.3	1,783,116	101.0	204,727	3,615,874
Group insurance	-	-	4,581	10.3	-	459,282

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

(Yen)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Average Premium Amount	241,554	266,041	251,368

Note: The above figures do not include increase from conversion.

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

(Millions of yen, %)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Amount of negative spread	5,237	-	-
Investment yield on core profit (annualized)	2.34%	2.92%	2.69%
Average assumed investment yield (annualized)	2.55%	2.48%	2.52%
Individual insurance and annuities	3.33%	3.18%	3.25%
Policy reserve in general account	5,054,744	5,026,566	5,020,121

**Notes:**

1. Negative spread is calculated by the following method:

For six months ended September 30, 2007 and 2006:  $(\text{Investment yield on core-profit-average assumed investment yield}) \times \text{policy reserves in general accounts} \times 1/2$

For the year ended March 31, 2007:  $(\text{Investment yield on core-profit-average assumed investment yield}) \times \text{policy reserves in general accounts}$

The figure of the six months ended September 30, 2007 is positive spread of 11,026 million yen.

The figure of the year ended March 31, 2007 is positive spread of 8,390 million yen.

2. Investment yield on core profit is calculated by the following method:

$(\text{Net investment gains / losses (general account only) in core profit - interest portion of reserve for policyholder dividends}) / \text{policy reserves in general account}$

3. Average assumed investment yield is an investment yield for policy reserves in general accounts of assumed interests.

4. Investment yield for six months ended September 30, 2006 and 2007 is annualized.

5. Policy reserves in general accounts are calculated by the following method:

$(\text{Policy reserves* at the beginning of the year} + \text{policy reserves* at the end of the year} - \text{assumed interests}) \times 1/2$

\*Policy reserves represent policy reserves within general accounts except contingency reserve.

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

(‰)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Rate based on number of policies	1.75	1.96	3.78
Rate based on policy amount	1.87	1.89	3.83

Note: The figures of the six months ended September 30, 2006 and 2007 are not annualized.

**(12) Reserve for Outstanding Claims**

(Millions of yen)

Category		As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Insurance claims	Death benefits	26,647	23,431	27,963
	Accidental death benefits	884	467	817
	Disability benefits	5,598	6,322	5,940
	Maturity benefits	2,072	2,272	1,707
	Others	63	59	47
	Subtotal	35,266	32,553	36,476
Annuity payments		209	177	140
Insurance benefits		3,344	4,090	5,193
Surrender payments		4,865	3,735	4,131
Total		44,178	40,947	46,385

**(13) Policy Reserve**

(Millions of yen)

Category		As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Policy reserve (excluding contingency reserve)	Individual insurance	2,765,062	2,801,924	2,777,553
	General Accounts	2,738,395	2,775,713	2,750,842
	Separate Accounts	26,667	26,210	26,711
	Individual annuities	459,632	476,983	469,025
	General Accounts	457,939	472,108	465,208
	Separate Account	1,692	4,875	3,816
	Group insurance	10,844	10,884	10,697
	General Accounts	10,844	10,884	10,697
	Separate Accounts	-	-	-
	Group Annuity	1,974,992	1,886,070	1,954,479
	General Accounts	1,868,935	1,777,324	1,842,619
	Separate Accounts	106,057	108,745	111,859
	Others	5,328	5,001	5,084
	General Accounts	5,328	5,001	5,084
	Separate Accounts	-	-	-
	Subtotal	5,215,860	5,180,863	5,216,840
General Accounts	5,081,444	5,041,031	5,074,452	
Separate Accounts	134,416	139,831	142,388	
Contingency reserve	Contingency reserve I	44,979	40,802	45,074
	Contingency reserve II	34,181	36,332	34,912
	Contingency reserve III	378	422	395
	Contingency reserve IV	-	3,995	-
	Subtotal	79,539	81,552	80,382
Total		5,295,400	5,262,415	5,297,223
General accounts		5,160,984	5,122,583	5,154,834
Separate accounts		134,416	139,831	142,388

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

Category		As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Calculating methods	Policies subject to standard policy reserve method	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	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%	100%

Notes:

1. Calculating methods and ratios stated above cover individual insurance and annuity policies only. Group insurance and annuity policies have different calculating methods.
2. The ratio for policies to which the standard policy reserve method is applied is indicated in the method laid down in Notice No. 48 from the Ministry of Finance. The ratio for policies to which the standard policy reserve method is not applied is indicated for accumulated reserve for claims and unearned premiums calculated with the net level premium reserve method.

**(15) Other Reserves**

(Millions of yen)

Category		As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
		Amount	Increase (decrease)	Amount	Increase (decrease)	Amount	Increase (decrease)
Reserve for Possible Loan Losses	General reserve	168	(20)	251	67	183	(4)
	Specific reserve	1,193	(305)	816	(43)	859	(639)
	Specific reserves for loans to refinancing countries	-	-	-	-	-	-
Reserve for bonuses to directors and corporate auditors		31	31	37	(26)	63	63
Reserve for employees' retirement benefits		67,412	96	75,298	576	74,722	7,405
Reserve for directors' and corporate auditors' retirement benefits		1,762	1	1,811	63	1,747	(13)
Reserve for price fluctuations		55,022	7,451	65,159	3,573	61,585	14,014

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

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Individual insurance	319,361	318,156	637,232
[Single premiums]	[10,501]	[8,853]	[20,701]
[Annual payment]	[91,650]	[94,076]	[182,611]
[Semi-annual payment]	[540]	[467]	[1,033]
[Monthly payment]	[216,668]	[214,759]	[432,886]
Individual annuities	17,031	16,903	36,659
[Single premiums]	[887]	[769]	[3,417]
[Annual payment]	[2,498]	[2,292]	[5,812]
[Semi-annual payment]	[69]	[65]	[138]
[Monthly payment]	[13,575]	[13,775]	[27,290]
Group insurance	20,654	19,282	44,827
Group annuities	73,384	63,740	143,806
Total	431,479	419,114	864,247

**b. Year**

(Millions of yen)

Category		Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Individual insurance and annuities	First year	50,369	45,883	101,833
	Second and subsequent year	286,023	289,176	572,058
	Sub total	336,392	335,059	673,891
Group insurance	First year	132	199	261
	Second and subsequent year	20,522	19,082	44,566
	Sub total	20,654	19,282	44,827
Group annuities	First year	51	140	232
	Second and subsequent year	73,332	63,600	143,573
	Sub total	73,384	63,740	143,806
Total	First year	50,568	46,238	102,368
	Second and subsequent year	380,911	372,875	761,879
	Total	431,479	419,114	864,247
	% change	(0.7)%	(2.9)%	(0.7)%

**(17) Insurance Claims**

(Millions of yen)

Category	Six Months Ended September 30, 2006	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Death benefits	77,708	68,895	10	11,124	-	-	84	80,113	158,542
Accidental death benefits	732	697	-	123	-	-	18	840	1,595
Disability benefits	4,850	8,392	-	759	-	-	-	9,151	10,960
Maturity benefits	58,351	36,628	0	-	24,236	22	-	60,887	96,130
Others	919	-	-	-	1,350	-	40	1,390	954
Total	142,561	114,613	10	12,006	25,586	22	144	152,383	268,182

**(18) Annuity Payments**

(Millions of yen)

Six Months Ended September 30, 2006	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2007	Year Ended March 31, 2007
13,367	57	5,775	57	8,328	55	-	14,274	27,978

**(19) Insurance Benefits**

(Millions of yen)

Category	Six Months Ended September 30, 2006	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Death benefits	662	61	570	1	-	-	-	634	1,391
Hospitalization benefits	5,614	5,545	19	140	-	-	35	5,742	11,024
Operation benefits	3,114	3,317	16	-	-	-	-	3,334	6,300
Injury benefits	123	182	-	70	-	-	-	252	344
Survival benefits	711	717	-	-	-	40	-	757	2,229
Others	78,558	130	756	17	80,888	1	10	81,803	153,391
<b>Total</b>	<b>88,784</b>	<b>9,955</b>	<b>1,363</b>	<b>229</b>	<b>80,888</b>	<b>41</b>	<b>46</b>	<b>92,524</b>	<b>174,681</b>

**(20) Surrender Payments**

(Millions of yen)

Six Months Ended September 30, 2006	Individual insurance	Individual annuities	Group insurance	Group annuities	Workers' asset formation insurance and annuities	Others	Six Months Ended September 30, 2007	Year Ended March 31, 2007
115,193	108,646	8,505	-	7,248	160	-	124,561	248,907

**(21) Operating Expenses**

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Sales activity related expenses	15,792	15,946	31,252
In-house sales representative expenses	9,193	9,017	18,293
Sales agent expenses	6,254	6,616	12,301
Selection expenses	345	312	656
Sales administrative expenses	10,404	9,756	20,338
Administrative / operational expenses	9,749	9,629	19,022
Advertising expenses	654	126	1,316
General administrative expenses	29,798	31,666	60,224
Personnel expenses	9,495	9,854	19,034
Expenses for premium collection, computer systems, equipments, offices and others	18,983	20,518	38,551
[Donation / contribution and others]	[ 25]	[ 41]	[ 47]
Contribution to the Policyholder Protection Fund	446	440	893
Contribution to the Policyholder Protection Corporation	872	853	1,744
<b>Total</b>	<b>55,995</b>	<b>57,369</b>	<b>111,815</b>

Notes:

1. Selection expenses represent mainly expense for medical examinations at the time of contract.
2. The contributions are burden charges paid to former Life Insurance Policyholders' Protection Fund taken over by the current Life Insurance Policyholders' Protection Corporation in accordance with the provision of Clause 5, Article 140 of bylaws to the Law Concerning Establishment of Laws Related to the Financial System Reformation.
3. The burden charges are paid to the Life Insurance Policyholders' Protection Corporation in accordance with the provision of Article 259 of the Insurance Business Law.

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

Item	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Operating expense ratio	13.0 %	13.7%	12.9%

## **2. Status of General Account Assets**

### **(1) Investment Performance**

As of September 30, 2007, general account assets amounted to ¥6,134.1 billion (¥6,237.8 billion), down ¥103.7 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 interim period ended September 30, 2007, Daido Life increased the amount of alternative investments and short-term government bonds while decreasing the amount of foreign bonds.

At the end of the interim term ended September 30, 2007, the percentages of the Company's general account assets in principal categories were as follows: domestic bonds, 40.0% (35.3%); domestic stocks, 6.9% (7.9%); foreign securities, 10.0% (10.6%); and loans, 14.9% (15.0%).

Investment income and expenses for the six months ended September 30, 2007 amounted to ¥77.0 billion, mainly consisting of interest, dividends, and income from real estate for rent amounting to ¥80.5 billion, gains on sales of securities of ¥9.4 billion, net gains from monetary trusts of ¥8.7 billion, net gains on investment in trading securities of ¥3.5 billion, net gains from derivatives of ¥1.2 billion, devaluation losses on securities of ¥11.7 billion, losses on sales of securities of ¥3.6 billion and foreign exchange losses of ¥3.0 billion.

**(2) Asset Composition**

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	364,207	5.9	316,719	5.2	438,784	7.0
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	263,726	4.3	242,739	4.0	295,305	4.7
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	142,992	2.3	96,775	1.6	100,846	1.6
Securities	4,222,664	68.6	4,336,720	70.7	4,255,395	68.2
Domestic bonds	2,147,521	34.9	2,455,227	40.0	2,199,963	35.3
Domestic stocks	496,278	8.1	421,784	6.9	493,472	7.9
Foreign securities	732,508	11.9	610,406	10.0	663,864	10.6
Foreign bonds	342,094	5.6	186,033	3.0	271,044	4.3
Foreign stocks and other securities	390,414	6.3	424,373	6.9	392,820	6.3
Other securities	846,356	13.7	849,302	13.8	898,094	14.4
Loans	959,308	15.6	915,123	14.9	932,974	15.0
Policy loans	79,734	1.3	80,332	1.3	79,685	1.3
Commercial loans	879,574	14.3	834,790	13.6	853,289	13.7
Property and equipment	141,762	2.3	140,140	2.3	145,456	2.3
Deferred tax assets	-	-	-	-	-	-
Other assets	62,025	1.0	87,010	1.4	70,150	1.1
Reserve for possible loan losses	(1,361)	(0.0)	(1,067)	(0.0)	(1,043)	(0.0)
Total assets	6,155,325	100.0	6,134,161	100.0	6,237,870	100.0
Foreign currency denominated assets	506,215	8.2	412,557	6.7	489,391	7.8

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

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Cash and deposits, call loans	(18,355)	(122,064)	56,221
Securities repurchased under resale agreements	-	-	-
Pledged money for bond borrowing transaction	-	-	-
Monetary claims purchased	107,508	(52,565)	139,086
Securities under proprietary accounts	-	-	-
Monetary trusts	(99,682)	(4,071)	(141,827)
Securities	(67,019)	81,324	(34,288)
Domestic bonds	(88,730)	255,263	(36,287)
Domestic stocks	(57,620)	(71,688)	(60,425)
Foreign securities	99,972	(53,458)	31,329
Foreign bonds	70,292	(85,010)	(757)
Foreign stocks and other securities	29,680	31,552	32,086
Other securities	(20,642)	(48,791)	31,095
Loans	(26,943)	(17,851)	(53,277)
Policy loans	(1,543)	647	(1,592)
Commercial loans	(25,399)	(18,498)	(51,685)
Property and equipment	(87)	(5,316)	3,606
Deferred tax assets	-	-	-
Other assets	4,113	16,859	12,237
Reserve for possible loan losses	326	(24)	644
Total assets	(100,141)	(103,709)	(17,596)
Foreign currency denominated assets	109,359	(76,833)	92,535

**(4) Investment Income**

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Interests, dividends and income from real estate for rent	63,054	80,521	129,458
Interest income from deposits	3,332	3,786	6,968
Interest income and dividends from securities	46,036	61,092	93,983
Interest income from loans	9,520	9,412	18,954
Income from real estate for rent	3,165	3,708	6,396
Other income from interest and dividends	998	2,522	3,156
Gains on securities under proprietary accounts	-	-	-
Gains from monetary trusts, net	1,361	8,738	8,092
Gains on investments in trading securities, net	3,147	3,588	17,824
Gains on sale of securities	10,391	9,474	18,756
Gains on sale of domestic bonds	0	2	3
Gains on sale of domestic stocks	7,473	6,094	11,302
Gains on sale of foreign securities	2,659	3,377	7,049
Other	258	-	401
Gains on redemption of securities	-	-	-
Gains from derivatives, net	-	1,244	-
Foreign exchange gains, net	-	-	-
Other investment income	1,339	1,418	2,685
Total	79,293	104,985	176,819

**(5) Investment Expenses**

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Interest expense	52	140	165
Losses on securities under proprietary accounts	-	-	-
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	5,637	3,648	5,744
Losses on sale of domestic bonds	5,219	0	5,219
Losses on sale of domestic stocks	117	221	222
Losses on sale of foreign securities	300	3,426	302
Other	-	-	-
Devaluation losses on securities	1,167	11,769	610
Devaluation losses on domestic bonds	-	-	-
Devaluation losses on domestic stocks	1,059	11,593	407
Devaluation losses on foreign securities	3	116	-
Other	104	60	203
Amortization of securities	-	-	-
Losses from derivatives, net	9,913	-	20,324
Foreign exchange losses, net	2,936	3,041	5,696
Provision for reserve for possible loan losses	-	24	-
Provision of specific reserve	-	67	-
Provision of general reserve	-	(43)	-
Write-off of loans	-	121	-
Depreciation of real estate for rent	1,222	1,638	2,716
Other investment expenses	4,008	7,561	8,884
Total	24,938	27,945	44,143

**(6) Net Investment Income**

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Net investment income	54,355	77,039	132,675

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

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Interest-rate-related gains / losses	(4)	15	(4)
Currency-related gains / losses	(11,939)	(1,169)	(23,214)
Stock-related gains / losses	2,659	2,127	3,692
Bond-related gains / losses	(628)	270	(798)
Other gains / losses	-	-	-
Total	(9,913)	1,244	(20,324)

**(7) Investment Income and Average Daily Balance by Asset Categories**

*a. Investment income by asset categories*

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Cash and deposits, call loans	267	898	919
Securities repurchased under resale	-	-	-
Pledged money for bond borrowing	-	-	-
Monetary claims purchased	838	2,202	2,712
Securities under proprietary accounts	-	-	-
Monetary trusts	675	8,757	8,101
Securities	41,638	54,748	100,003
Domestic bonds	13,318	19,412	31,786
Domestic stocks	8,408	1,191	16,414
Foreign securities	4,858	22,037	27,939
Other securities	15,053	12,106	23,862
Loans	9,525	9,285	18,981
Commercial loans	7,667	7,491	15,298
Property and equipment	1,491	1,400	2,164
Total general accounts	54,355	77,039	132,675
Other than stocks	45,947	75,848	116,260
Foreign investments	5,213	22,710	28,901

*b. Average daily balance*

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Cash and deposits, call loans	327,984	314,517	338,182
Securities repurchased under resale	-	-	-
Pledged money for bond borrowing	-	-	-
Monetary claims purchased	185,076	275,694	267,014
Securities under proprietary accounts	-	-	-
Monetary trusts	179,232	60,378	132,755
Securities	3,765,702	3,886,199	3,744,263
Domestic bonds	2,185,384	2,401,571	2,165,903
Domestic stocks	262,427	246,384	263,171
Foreign securities	676,350	597,875	660,250
Other securities	641,540	640,367	654,938
Loans	979,438	922,898	963,069
Commercial loans	899,370	843,834	883,141
Property and equipment	142,682	144,082	142,787
Total general accounts	5,724,782	5,757,035	5,733,460
Other than stocks	5,462,355	5,510,650	5,470,289
Foreign investments	846,099	766,690	831,448

*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 September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Government bonds	193,433	4.6	596,017	13.7	305,086	7.2
Municipal bonds	921,260	21.8	824,622	19.0	857,548	20.2
Corporate bonds	1,032,826	24.5	1,034,588	23.9	1,037,329	24.4
Public corporation bonds	499,391	11.8	538,637	12.4	518,295	12.2
Domestic stocks	496,278	11.8	421,784	9.7	493,472	11.6
Foreign securities	732,508	17.3	610,406	14.1	663,864	15.6
Foreign bonds	342,094	8.1	186,033	4.3	271,044	6.4
Foreign stocks and other securities	390,414	9.2	424,373	9.8	392,820	9.2
Other securities	846,356	20.0	849,302	19.6	898,094	21.1
Total	4,222,664	100.0	4,336,720	100.0	4,255,395	100.0
Subordinated debentures	38,893	0.9	61,419	1.4	45,215	1.1

**Securities by holding purposes categories**

(Millions of yen)

Category	As of September 30, 2006				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	-	193,433	-	193,433
Municipal bonds	-	-	921,260	-	921,260
Corporate bonds	-	5,226	1,027,600	-	1,032,826
Public corporation bonds	-	-	499,391	-	499,391
Domestic stocks	-	-	493,298	2,980	496,278
Foreign securities	166,514	-	565,994	-	732,508
Foreign bonds	-	-	342,094	-	342,094
Foreign stocks and other securities	166,514	-	223,899	-	390,414
Other securities	-	-	846,356	-	846,356
Total	166,514	5,226	4,047,943	2,980	4,222,664

Category	As of September 30, 2007				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	-	596,017	-	596,017
Municipal bonds	-	-	824,622	-	824,622
Corporate bonds	-	5,220	1,029,367	-	1,034,588
Public corporation bonds	-	-	538,637	-	538,637
Domestic stocks	-	-	420,391	1,392	421,784
Foreign securities	189,977	-	420,428	-	610,406
Foreign bonds	-	-	186,033	-	186,033
Foreign stocks and other securities	189,977	-	234,395	-	424,373
Other securities	-	-	849,302	-	849,302
Total	189,977	5,220	4,140,129	1,392	4,336,720

Category	As of March 31, 2007				
	Trading	Held-to-maturity	Available-for-sale	Stocks of subsidiaries and affiliates	Total
Government bonds	-	-	305,086	-	305,086
Municipal bonds	-	-	857,548	-	857,548
Corporate bonds	-	5,223	1,032,106	-	1,037,329
Public corporation bonds	-	-	518,295	-	518,295
Domestic stocks	-	-	492,080	1,392	493,472
Foreign securities	187,242	-	476,622	-	663,864
Foreign bonds	-	-	271,044	-	271,044
Foreign stocks and other securities	187,242	-	205,578	-	392,820
Other securities	-	-	898,094	-	898,094
Total	187,242	5,223	4,061,537	1,392	4,255,395

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

(Millions of yen)

Category	As of September 30, 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	102,128	10,906	32,808	2,602	9,026	35,961	193,433
Municipal bonds	127,651	378,384	214,342	85,061	108,250	7,570	921,260
Corporate bonds	96,596	262,890	300,881	92,768	37,162	242,527	1,032,826
Domestic stocks	-	-	-	2,000	-	494,278	496,278
Foreign securities	23,033	100,043	74,308	42,134	130,323	362,664	732,508
Foreign bonds	22,053	96,847	62,102	26,907	90,400	43,784	342,094
Foreign stocks and other securities	980	3,196	12,206	15,227	39,923	318,879	390,414
Other securities	177	772	17,744	1,795	9,961	815,905	846,356
<b>Total</b>	<b>349,588</b>	<b>752,997</b>	<b>640,085</b>	<b>226,362</b>	<b>294,723</b>	<b>1,958,907</b>	<b>4,222,664</b>

Category	As of September 30, 2007						
	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	511,484	8,199	31,084	-	10,436	34,811	596,017
Municipal bonds	124,440	337,866	181,110	103,257	63,101	14,845	824,622
Corporate bonds	123,624	282,926	223,047	58,735	58,014	288,238	1,034,588
Domestic stocks	-	-	-	2,000	-	419,784	421,784
Foreign securities	25,891	80,103	36,066	41,569	102,936	323,838	610,406
Foreign bonds	25,774	72,574	16,318	12,898	29,354	29,114	186,033
Foreign stocks and other securities	116	7,529	19,748	28,671	73,582	294,724	424,373
Other securities	154	2,229	13,030	4,810	10,191	818,887	849,302
<b>Total</b>	<b>785,594</b>	<b>711,325</b>	<b>484,341</b>	<b>210,372</b>	<b>244,680</b>	<b>1,900,405</b>	<b>4,336,720</b>

Category	As of March 31, 2007						
	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	219,493	5,409	32,114	2,557	10,412	35,099	305,086
Municipal bonds	133,922	338,794	205,988	83,194	87,977	7,669	857,548
Corporate bonds	112,570	294,983	273,880	59,036	38,563	258,294	1,037,329
Domestic stocks	-	-	-	2,000	-	491,472	493,472
Foreign securities	12,701	118,345	49,813	49,986	90,523	342,494	663,864
Foreign bonds	12,545	112,438	32,906	29,432	34,724	48,997	271,044
Foreign stocks and other securities	156	5,907	16,906	20,553	55,799	293,497	392,820
Other securities	207	2,804	12,355	3,135	9,381	870,208	898,094
<b>Total</b>	<b>478,896</b>	<b>760,336</b>	<b>574,151</b>	<b>199,910</b>	<b>236,859</b>	<b>2,005,240</b>	<b>4,255,395</b>

\*includes securities with maturity dates unfixed.

**(10) Stock Holdings by Industry**

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Fisheries, agriculture and forestry	799	0.2	845	0.2	804	0.2
Mining	6	0.0	-	-	-	-
Construction	20,104	4.1	15,776	3.7	19,610	4.0
Manufacturing industries						
Food products	8,764	1.8	9,775	2.3	10,496	2.1
Textiles and clothing	11,365	2.3	10,170	2.4	11,877	2.4
Pulp and paper	1,096	0.2	1,125	0.3	1,151	0.2
Chemicals	13,764	2.8	13,121	3.1	14,885	3.0
Medicals	35,333	7.1	38,890	9.2	37,819	7.7
Oil and coal products	-	-	-	-	-	-
Rubber products	9,544	1.9	9,676	2.3	9,567	1.9
Glass and stone products	1,579	0.3	2,382	0.6	2,132	0.4
Steel	1,537	0.3	1,839	0.4	2,290	0.5
Non-steel metals	-	-	-	-	-	-
Metal products	462	0.1	392	0.1	478	0.1
Machinery	34,256	6.9	32,429	7.7	30,826	6.2
Electric appliances	30,035	6.1	32,477	7.7	31,604	6.4
Transportation vehicles	287	0.1	551	0.1	315	0.1
Precision machinery	9,071	1.8	12,060	2.9	10,300	2.1
Others	1,986	0.4	2,142	0.5	2,626	0.5
Electric and gas utilities	36,187	7.3	36,388	8.6	47,434	9.6
Transportation/ information telecommunications						
Ground transportation	11,697	2.4	10,556	2.5	11,673	2.4
Water transportation	8	0.0	8	0.0	8	0.0
Air transportation	-	-	-	-	-	-
Warehouses/ transportation	193	0.0	186	0.0	219	0.0
Information/ telecommunications	16,817	3.4	13,837	3.3	13,956	2.8
Commerce						
Wholesalers	7,619	1.5	8,746	2.1	8,892	1.8
Retailers	6,281	1.3	2,881	0.7	6,970	1.4
Financial services / insurance						
Banking	171,842	34.6	124,135	29.4	154,586	31.3
Securities and commodity futures trading	34,583	7.0	13,677	3.2	33,523	6.8
Insurance	4,092	0.8	4,267	1.0	4,310	0.9
Other financial services	19,242	3.9	15,358	3.6	16,579	3.4
Real estate	3,610	0.7	4,242	1.0	4,581	0.9
Service companies	4,106	0.8	3,841	0.9	3,948	0.8
<b>Total</b>	<b>496,278</b>	<b>100.0</b>	<b>421,784</b>	<b>100.0</b>	<b>493,472</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 September 30, 2006	As of September 30, 2007	As of March 31, 2007
Policy loans	79,734	80,332	79,685
Policyholder loans	78,469	79,094	78,448
Premium loans	1,264	1,238	1,236
Commercial loans	879,574	834,790	853,289
[Loans to non-residents]	15,166	9,895	12,106
Loans to corporations	693,735	675,023	679,836
[Loans to domestic corporations]	682,038	668,415	671,183
Loans to Japanese government, government-related organizations and international organizations	10,282	8,655	9,533
Loans to Japanese local governments and public entities	10,516	9,934	10,193
Mortgage loans	15,119	13,658	14,352
Consumer loans	113,260	97,563	105,872
Others	36,658	29,955	33,501
<b>Total</b>	<b>959,308</b>	<b>915,123</b>	<b>932,974</b>

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

(Millions of yen)

Category	As of September 30, 2007						Total
	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*	
Floating-rate loans	24,905	15,257	12,634	10,454	14,030	24,016	101,299
Fixed-rate loans	122,044	201,762	235,222	91,196	56,983	26,281	733,491
<b>Total</b>	<b>146,950</b>	<b>217,020</b>	<b>247,856</b>	<b>101,651</b>	<b>71,013</b>	<b>50,298</b>	<b>834,790</b>

Category	As of March 31, 2007						Total
	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*	
Floating-rate loans	28,060	17,499	15,204	7,153	13,609	25,646	107,174
Fixed-rate loans	131,121	181,699	222,629	139,339	57,806	13,517	746,114
<b>Total</b>	<b>159,181</b>	<b>199,199</b>	<b>237,834</b>	<b>146,493</b>	<b>71,415</b>	<b>39,164</b>	<b>853,289</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 September 30, 2006		As of September 30, 2007		As of March 31, 2007		
		Percentage		Percentage		Percentage	
Large corporations	Number of debtors	129	55.4	121	59.0	128	58.2
	Amount of loans	600,431	88.0	568,623	85.1	576,013	85.8
Medium-sized corporations	Number of debtors	-	-	-	-	-	-
	Amount of loans	-	-	-	-	-	-
Small corporations	Number of debtors	104	44.6	84	41.0	92	41.8
	Amount of loans	81,607	12.0	99,792	14.9	95,170	14.2
<b>Total</b>	Number of debtors	233	100.0	205	100.0	220	100.0
	Amount of loans	682,038	100.0	668,415	100.0	671,183	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 a capital of 1 billion yen or more	With more than 50 employees, and	With a capital of 1 billion yen or more	With a capital of 1 billion yen or more
Medium-sized corporations	With employees more than 300, and 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 more than 100 employees, and	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 September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
<b>Domestic Loans</b>						
Manufacturing Industries	87,027	9.9	76,294	9.1	80,499	9.4
Food products	5,200	0.6	1,000	0.1	1,100	0.1
Textiles and clothing	5,000	0.6	5,000	0.6	5,000	0.6
Timber and wood products	92	0.0	-	-	48	0.0
Pulp and paper	-	-	-	-	-	-
Printing	-	-	-	-	-	-
Chemicals	11,656	1.3	11,153	1.3	14,040	1.6
Oil and coal	1,410	0.2	260	0.0	1,260	0.1
Ceramic and stone products	700	0.1	700	0.1	700	0.1
Steel	20,845	2.4	18,974	2.3	19,812	2.3
Non-steel metals	4,000	0.5	1,000	0.1	1,400	0.2
Metal products	9	0.0	5	0.0	7	0.0
Machinery	4,404	0.5	5,875	0.7	3,942	0.5
Electric appliances	17,376	2.0	16,701	2.0	17,376	2.0
Transportation vehicles	-	-	-	-	-	-
Precision machinery	5,800	0.7	5,600	0.7	5,700	0.7
Others	10,532	1.2	10,023	1.2	10,112	1.2
Agriculture	-	-	-	-	-	-
Forestry	-	-	-	-	-	-
Fisheries	-	-	-	-	-	-
Mining	-	-	-	-	-	-
Construction	5,153	0.6	3,063	0.4	2,464	0.3
Utilities	73,797	8.4	73,535	8.8	72,113	8.5
Information and telecommunications	6,668	0.8	14,655	1.8	12,002	1.4
Transportation	40,820	4.6	41,693	5.0	42,850	5.0
Wholesalers	72,055	8.2	65,424	7.8	66,952	7.8
Retailers	7,289	0.8	6,619	0.8	6,903	0.8
Financial services/ insurance	270,246	30.7	236,441	28.3	257,990	30.2
Real estate	74,617	8.5	87,111	10.4	79,373	9.3
Service companies	56,104	6.4	70,257	8.4	59,465	7.0
Local governments	9,327	1.1	8,760	1.0	8,993	1.1
Mortgage and consumer and others	161,300	18.3	141,039	16.9	151,572	17.8
Other	-	-	-	-	-	-
<b>Total</b>	<b>864,407</b>	<b>98.3</b>	<b>824,894</b>	<b>98.8</b>	<b>841,182</b>	<b>98.6</b>
<b>Foreign Loans</b>						
Governments, etc.	3,469	0.4	3,288	0.4	3,453	0.4
Financial institutions	4,697	0.5	1,607	0.2	1,652	0.2
Commerce and industry companies	7,000	0.8	5,000	0.6	7,000	0.8
Other	-	-	-	-	-	-
<b>Total</b>	<b>15,166</b>	<b>1.7</b>	<b>9,895</b>	<b>1.2</b>	<b>12,106</b>	<b>1.4</b>
<b>Total</b>	<b>879,574</b>	<b>100.0</b>	<b>834,790</b>	<b>100.0</b>	<b>853,289</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 September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	244,759	26.3	68,862	8.4	178,556	20.3
Foreign stocks	5,287	0.6	6,651	0.8	5,817	0.7
Non yen-denominated cash, cash equivalents and other assets	256,169	27.5	337,043	41.0	305,017	34.6
<b>Total</b>	<b>506,215</b>	<b>54.4</b>	<b>412,557</b>	<b>50.2</b>	<b>489,391</b>	<b>55.6</b>

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

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Foreign bonds	-	-	-	-	-	-
Non yen-denominated cash, cash equivalents and other assets	138,799	14.9	156,722	19.1	167,820	19.1
<b>Total</b>	<b>138,799</b>	<b>14.9</b>	<b>156,722</b>	<b>19.1</b>	<b>167,820</b>	<b>19.1</b>

#### (c) Denominated in yen

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Loans to borrowers located outside of Japan	15,166	1.6	9,895	1.2	12,106	1.4
Foreign bonds	97,335	10.5	117,170	14.3	92,488	10.5
Foreign stocks	134,700	14.5	88,388	10.8	86,765	9.9
Other	38,885	4.2	36,766	4.5	31,739	3.6
<b>Total</b>	<b>286,088</b>	<b>30.7</b>	<b>252,221</b>	<b>30.7</b>	<b>223,099</b>	<b>25.3</b>

#### (d) Total

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
<b>Total foreign investments</b>	<b>931,103</b>	<b>100.0</b>	<b>821,501</b>	<b>100.0</b>	<b>880,310</b>	<b>100.0</b>

### 2) Foreign currency denominated assets by currency

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
U.S. dollar	383,155	75.7	318,544	77.2	351,345	71.8
Euro	109,193	21.6	85,470	20.7	121,597	24.8
British pound	9,068	1.8	5,653	1.4	11,905	2.4
Canadian dollar	4,798	0.9	2,222	0.5	4,531	0.9
Australian dollar	-	-	666	0.2	10	0.0
Swiss franc	-	-	-	-	-	-
Swedish krone	-	-	-	-	-	-
Hong Kong dollar	-	-	-	-	-	-
Singapore dollar	-	-	-	-	-	-
Norwegian krone	-	-	-	-	-	-
Denmark krone	-	-	-	-	-	-
<b>Total</b>	<b>506,215</b>	<b>100.0</b>	<b>412,557</b>	<b>100.0</b>	<b>489,391</b>	<b>100.0</b>

**3) Investments by region**

(Millions of yen, %)

Category	As of September 30, 2006							
	Foreign securities						Loans to borrowers located outside of Japan	
	Amount	Percentage	Bonds		Stocks and other securities		Amount	Percentage
Amount			Percentage	Amount	Percentage			
North America	214,582	29.3	175,233	51.2	39,348	10.1	5,000	33.0
Europe	128,389	17.5	110,546	32.3	17,842	4.6	4,600	30.3
Oceania	5,571	0.8	5,571	1.6	-	-	-	-
Asia	-	-	-	-	-	-	169	1.1
Latin America	380,463	51.9	47,532	13.9	332,931	85.3	2,097	13.8
Middle East	-	-	-	-	-	-	-	-
Africa	291	0.0	-	-	291	0.1	-	-
International Organizations	3,210	0.4	3,210	0.9	-	-	3,300	21.8
<b>Total</b>	<b>732,508</b>	<b>100.0</b>	<b>342,094</b>	<b>100.0</b>	<b>390,414</b>	<b>100.0</b>	<b>15,166</b>	<b>100.0</b>

Category	As of September 30, 2007							
	Foreign securities						Loans to borrowers located outside of Japan	
	Amount	Percentage	Bonds		Stocks and other securities		Amount	Percentage
Amount			Percentage	Amount	Percentage			
North America	127,605	20.9	70,521	37.9	57,084	13.5	5,000	50.5
Europe	95,976	15.7	60,605	32.6	35,371	8.3	1,600	16.2
Oceania	2,530	0.4	2,530	1.4	-	-	-	-
Asia	-	-	-	-	-	-	138	1.4
Latin America	380,255	62.3	49,300	26.5	330,954	78.0	7	0.1
Middle East	-	-	-	-	-	-	-	-
Africa	962	0.2	-	-	962	0.2	-	-
International Organizations	3,075	0.5	3,075	1.7	-	-	3,150	31.8
<b>Total</b>	<b>610,406</b>	<b>100.0</b>	<b>186,033</b>	<b>100.0</b>	<b>424,373</b>	<b>100.0</b>	<b>9,895</b>	<b>100.0</b>

Category	As of March 31, 2007							
	Foreign securities						Loans to borrowers located outside of Japan	
	Amount	Percentage	Bonds		Stocks and other securities		Amount	Percentage
Amount			Percentage	Amount	Percentage			
North America	152,132	22.9	103,130	38.0	49,002	12.5	5,000	41.3
Europe	141,504	21.3	116,352	42.9	25,152	6.4	1,600	13.2
Oceania	5,545	0.8	5,545	2.0	-	-	-	-
Asia	-	-	-	-	-	-	153	1.3
Latin America	360,860	54.4	42,923	15.8	317,936	80.9	2,052	17.0
Middle East	-	-	-	-	-	-	-	-
Africa	728	0.1	-	-	728	0.2	-	-
International Organizations	3,092	0.5	3,092	1.1	-	-	3,300	27.3
<b>Total</b>	<b>663,864</b>	<b>100.0</b>	<b>271,044</b>	<b>100.0</b>	<b>392,820</b>	<b>100.0</b>	<b>12,106</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 September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	166,514	3,249	189,977	2,350	187,242	3,467
Domestic bonds	-	-	-	-	-	-
Domestic stocks	-	-	-	-	-	-
Foreign bonds	-	-	-	-	-	-
Foreign stocks, etc.	166,514	3,249	189,977	2,350	187,242	3,467
Monetary trusts	-	-	-	-	-	-

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

**a. Securities with market value**

(Millions of yen)

Category	As of September 30, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Held-to-maturity securities	5,226	5,129	(96)	-	96
Domestic securities	5,226	5,129	(96)	-	96
Foreign securities	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	3,754,914	4,253,710	498,795	517,527	18,731
Domestic bonds	2,122,269	2,142,295	20,025	30,046	10,021
Domestic stocks	227,032	472,536	245,504	249,540	4,036
Foreign securities	391,116	405,375	14,258	14,998	739
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	58,951	63,281	4,329	4,640	310
Other securities	626,338	815,820	189,482	191,532	2,050
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887
Total	3,760,140	4,258,839	498,698	517,527	18,828
Domestic bonds	2,127,495	2,147,424	19,928	30,046	10,118
Domestic stocks	227,032	472,536	245,504	249,540	4,036
Foreign securities	391,116	405,375	14,258	14,998	739
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	58,951	63,281	4,329	4,640	310
Other securities	626,338	815,820	189,482	191,532	2,050
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887

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.
3. For the six months ended September 30, 2006, a part of domestic bonds classified as 'held-to-maturity securities' was changed its category to 'available-for-sale securities'.

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

(Millions of yen)

Category	As of September 30, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	2,980
Available-for-sale securities	195,211
Unlisted domestic stocks (excluding over-the-counter stocks)	20,761
Unlisted foreign stocks (excluding over-the-counter stocks)	0
Unlisted foreign bonds	-
Others	174,449
Total	198,191

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

**a. Securities with market value**

(Millions of yen)

Category	As of September 30, 2007				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	5,220	5,124	(96)	-	96
Domestic bonds	5,220	5,124	(96)	-	96
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	3,796,458	4,247,490	451,031	463,774	12,742
Domestic bonds	2,437,383	2,450,007	12,623	20,118	7,494
Domestic stocks	206,543	401,341	194,797	195,597	799
Foreign securities	218,210	222,867	4,657	6,471	1,813
Bonds	184,373	186,033	1,659	2,887	1,227
Stocks, etc.	33,836	36,834	2,998	3,583	585
Other securities	604,000	818,403	214,402	215,626	1,224
Monetary claims purchased	238,277	239,034	756	1,530	773
Certificates of deposit	53,000	53,000	-	-	-
Monetary trusts	39,042	62,836	23,794	24,430	636
Total	3,801,678	4,252,614	450,935	463,774	12,838
Domestic bonds	2,442,604	2,455,131	12,527	20,118	7,591
Domestic stocks	206,543	401,341	194,797	195,597	799
Foreign securities	218,210	222,867	4,657	6,471	1,813
Bonds	184,373	186,033	1,659	2,887	1,227
Stocks, etc.	33,836	36,834	2,998	3,583	585
Other securities	604,000	818,403	214,402	215,626	1,224
Monetary claims purchased	238,277	239,034	756	1,530	773
Certificates of deposit	53,000	53,000	-	-	-
Monetary trusts	39,042	62,836	23,794	24,430	636

**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 September 30, 2007
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	1,392
Available-for-sale securities	222,150
Unlisted domestic stocks (excluding over-the-counter stocks)	19,050
Unlisted foreign stocks (excluding over-the-counter stocks)	0
Unlisted foreign bonds	-
Others	203,100
Total	223,543

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, 2007				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	5,223	5,128	(94)	-	94
Domestic bonds	5,223	5,128	(94)	-	94
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	3,767,539	4,314,030	546,491	564,466	17,975
Domestic bonds	2,175,995	2,194,740	18,745	25,641	6,895
Domestic stocks	223,976	472,510	248,534	255,151	6,617
Foreign securities	298,837	308,673	9,835	11,151	1,315
Bonds	265,926	271,044	5,117	6,091	973
Stocks, etc.	32,911	37,628	4,717	5,059	342
Other securities	630,353	869,670	239,316	241,527	2,211
Monetary claims purchased	293,291	293,578	286	1,067	780
Certificates of deposit	100,000	100,000	-	-	-
Monetary trusts	45,084	74,857	29,772	29,927	154
Total	3,772,762	4,319,159	546,396	564,466	18,069
Domestic bonds	2,181,218	2,199,869	18,650	25,641	6,990
Domestic stocks	223,976	472,510	248,534	255,151	6,617
Foreign securities	298,837	308,673	9,835	11,151	1,315
Bonds	265,926	271,044	5,117	6,091	973
Stocks, etc.	32,911	37,628	4,717	5,059	342
Other securities	630,353	869,670	239,316	241,527	2,211
Monetary claims purchased	293,291	293,578	286	1,067	780
Certificates of deposit	100,000	100,000	-	-	-
Monetary trusts	45,084	74,857	29,772	29,927	154

**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.
3. For the year ended March 31, 2007, a part of domestic bonds classified as 'held-to-maturity securities' was changed its category to 'available-for-sale securities'.

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

(Millions of yen)

Category	As of March 31, 2007
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	1,392
Available-for-sale securities	194,706
Unlisted domestic stocks (excluding over-the-counter stocks)	19,569
Unlisted foreign stocks (excluding over-the-counter stocks)	0
Unlisted foreign bonds	-
Others	175,136
Total	196,098

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 September 30, 2006				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	5,226	5,129	(96)	-	96
Domestic bonds	5,226	5,129	(96)	-	96
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	2,980	2,980	-	-	-
Available-for-sale securities	3,950,125	4,465,626	515,500	534,350	18,850
Domestic bonds	2,122,269	2,142,295	20,025	30,046	10,021
Domestic stocks	247,794	493,298	245,504	249,540	4,036
Foreign securities	537,862	565,994	28,131	28,909	777
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	205,698	223,899	18,201	18,551	349
Other securities	654,041	846,356	192,314	194,444	2,130
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887
Total	3,958,332	4,473,735	515,403	534,350	18,947
Domestic bonds	2,127,495	2,147,424	19,928	30,046	10,118
Domestic stocks	250,774	496,278	245,504	249,540	4,036
Foreign securities	537,862	565,994	28,131	28,909	777
Bonds	332,164	342,094	9,929	10,357	428
Stocks, etc.	205,698	223,899	18,201	18,551	349
Other securities	654,041	846,356	192,314	194,444	2,130
Monetary claims purchased	262,558	262,110	(447)	548	996
Certificates of deposit	62,000	62,000	-	-	-
Monetary trusts	63,599	93,571	29,972	30,860	887

Category	As of September 30, 2007				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	5,220	5,124	(96)	-	96
Domestic bonds	5,220	5,124	(96)	-	96
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	1,392	1,392	-	-	-
Available-for-sale securities	4,018,609	4,495,000	476,391	489,723	13,331
Domestic bonds	2,437,383	2,450,007	12,623	20,118	7,494
Domestic stocks	225,593	420,391	194,797	195,597	799
Foreign securities	392,484	420,428	27,944	30,262	2,318
Bonds	184,373	186,033	1,659	2,887	1,227
Stocks, etc.	208,110	234,395	26,284	27,375	1,090
Other securities	632,827	849,302	216,475	217,783	1,308
Monetary claims purchased	238,277	239,034	756	1,530	773
Certificates of deposit	53,000	53,000	-	-	-
Monetary trusts	39,042	62,836	23,794	24,430	636
Total	4,025,222	4,501,517	476,295	489,723	13,427
Domestic bonds	2,442,604	2,455,131	12,527	20,118	7,591
Domestic stocks	226,986	421,784	194,797	195,597	799
Foreign securities	392,484	420,428	27,944	30,262	2,318
Bonds	184,373	186,033	1,659	2,887	1,227
Stocks, etc.	208,110	234,395	26,284	27,375	1,090
Other securities	632,827	849,302	216,475	217,783	1,308
Monetary claims purchased	238,277	239,034	756	1,530	773
Certificates of deposit	53,000	53,000	-	-	-
Monetary trusts	39,042	62,836	23,794	24,430	636

(Millions of yen)

Category	As of March 31, 2007				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	5,223	5,128	(94)	-	94
Domestic bonds	5,223	5,128	(94)	-	94
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	1,392	1,392	-	-	-
Available-for-sale securities	3,962,245	4,529,972	567,727	585,885	18,158
Domestic bonds	2,175,995	2,194,740	18,745	25,641	6,895
Domestic stocks	243,545	492,080	248,534	255,151	6,617
Foreign securities	447,927	476,622	28,694	30,130	1,435
Bonds	265,926	271,044	5,117	6,091	973
Stocks, etc.	182,000	205,578	23,577	24,039	461
Other securities	656,401	898,094	241,692	243,967	2,274
Monetary claims purchased	293,291	293,578	286	1,067	780
Certificates of deposit	100,000	100,000	-	-	-
Monetary trusts	45,084	74,857	29,772	29,927	154
Total	3,968,861	4,536,493	567,632	585,885	18,253
Domestic bonds	2,181,218	2,199,869	18,650	25,641	6,990
Domestic stocks	244,938	493,472	248,534	255,151	6,617
Foreign securities	447,927	476,622	28,694	30,130	1,435
Bonds	265,926	271,044	5,117	6,091	973
Stocks, etc.	182,000	205,578	23,577	24,039	461
Other securities	656,401	898,094	241,692	243,967	2,274
Monetary claims purchased	293,291	293,578	286	1,067	780
Certificates of deposit	100,000	100,000	-	-	-
Monetary trusts	45,084	74,857	29,772	29,927	154

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

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

(Millions of yen)

Category	As of September 30, 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	113,019	142,992	142,992	-	-	-

Category	As of September 30, 2007					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	72,981	96,775	96,775	-	-	-

Category	As of March 31, 2007					
	Carrying value before mark-to-market (a)	Carrying value (b)	Current fair value (c)	Net unrealized gains (losses)		
				(c)-(b)	Gains	Losses
Monetary trusts	71,073	100,846	100,846	-	-	-

**a. Monetary trusts for investment**

(Millions of yen)

Category	As of September 30, 2006		As of September 30, 2007	
	Carrying value	Net valuation gains(losses)	Carrying value	Net valuation gains(losses)
Monetary trusts for investment	-	-	-	-
Investment type focused on stocks	-	-	-	-

Category	As of March 31, 2007	
	Carrying value	Net valuation gains(losses)
Monetary trusts for investment	-	-
Investment type focused on stocks	-	-

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 September 30, 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	113,019	142,992	142,992	29,972	30,860	887
Investment type focused on bonds	3,251	3,251	3,251	-	-	-
Investment type focused on stocks	64,968	94,940	94,940	29,972	30,860	887
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	-	-	-	-	-	-
Jointly-managed money trusts	44,800	44,800	44,800	-	-	-
Total	113,019	142,992	142,992	29,972	30,860	887

(Millions of yen)

Category	As of September 30, 2007					
	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	72,981	96,775	96,775	23,794	24,430	636
Investment type focused on bonds	-	-	-	-	-	-
Investment type focused on stocks	41,181	64,975	64,975	23,794	24,430	636
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	-	-	-	-	-	-
Jointly-managed money trusts	31,800	31,800	31,800	-	-	-
Total	72,981	96,775	96,775	23,794	24,430	636

Category	As of March 31, 2007					
	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	71,073	100,846	100,846	29,772	29,927	154
Investment type focused on bonds	-	-	-	-	-	-
Investment type focused on stocks	46,773	76,546	76,546	29,772	29,927	154
Investment type focused on foreign securities	-	-	-	-	-	-
Balance-type	-	-	-	-	-	-
Investment type focused on collateral short-term money trust	-	-	-	-	-	-
Jointly-managed money trusts	24,300	24,300	24,300	-	-	-
Total	71,073	100,846	100,846	29,772	29,927	154

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

### 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 September 30, 2006		As of September 30, 2007	
	Carrying value	Net valuation gains (losses)	Carrying value	Net valuation gains (losses)
Trading securities	-	-	-	-
Stocks	-	-	-	-

Category	As of March 31, 2007	
	Carrying value	Net valuation gains (losses)
Trading securities	-	-
Stocks	-	-

Monetary trusts within held-to-maturity securities, policy reserve matching bonds and available-for-sale securities  
(Millions of yen)

Category	As of September 30, 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	63,599	93,571	29,972	30,860	887
Domestic bonds	-	-	-	-	-
Domestic stocks	63,599	93,571	29,972	30,860	887
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	63,599	93,571	29,972	30,860	887

Category	As of September 30, 2007				
	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	39,042	62,836	23,794	24,430	636
Domestic bonds	-	-	-	-	-
Domestic stocks	39,042	62,836	23,794	24,430	636
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	39,042	62,836	23,794	24,430	636

Category	As of March 31, 2007				
	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	45,084	74,857	29,772	29,927	154
Domestic bonds	-	-	-	-	-
Domestic stocks	45,084	74,857	29,772	29,927	154
Other securities	-	-	-	-	-
Foreign bonds	-	-	-	-	-
Foreign securities	-	-	-	-	-
Total	45,084	74,857	29,772	29,927	154

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 September 30, 2006				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	80,207	77,888	(2,319)	27,291	29,610
Leasehold	913	518	(394)	217	611
Total	81,120	78,406	(2,714)	27,508	30,222

Category	As of September 30, 2007				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	78,320	93,687	15,366	38,915	23,548
Leasehold	913	552	(360)	305	665
Total	79,233	94,240	15,006	39,220	24,214

Category	As of March 31, 2007				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Land	80,464	97,885	17,420	41,690	24,269
Leasehold	913	648	(264)	305	569
Total	81,377	98,533	17,156	41,995	24,839

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 September 30, 2006**

(Millions of yen)

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	1,087	(1,834)	-	-	-	(746)
Hedge accounting not applied	(18)	(6,985)	182	(144)	-	(6,966)
<b>Total</b>	<b>1,068</b>	<b>(8,819)</b>	<b>182</b>	<b>(144)</b>	<b>-</b>	<b>(7,713)</b>

**As of September 30, 2007**

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	1,310	1,175	-	-	-	2,485
Hedge accounting not applied	81	2,420	-	-	-	2,502
<b>Total</b>	<b>1,392</b>	<b>3,595</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,987</b>

**As of March 31, 2007**

Category	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	1,218	(1,024)	-	-	-	193
Hedge accounting not applied	(8)	6,104	(189)	21	-	5,928
<b>Total</b>	<b>1,209</b>	<b>5,079</b>	<b>(189)</b>	<b>21</b>	<b>-</b>	<b>6,122</b>

*Notes:*

1. Gains (losses) on derivatives which are applied to fair value hedge method (currency-related transactions as of September 30, 2006: a loss of 1,834 million yen; as of September 30, 2007: a gain of 1,175 million yen; as of March 31, 2007: a loss of 1,024 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.
3. 1,310 million yen of gains (losses) on derivatives which are applied to fair value hedge method as of September 30, 2007 include gains (losses) on transaction of interest rate swaps stopped applying to fair value hedge method as of September 30, 2007.

**b) Interest-related transactions**

(Millions of yen)

Type	As of September 30, 2006			As of September 30, 2007			
	Contracted value or notional principal amount		Current market or fair value	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)
		Over 1 year			Over 1 year		
Over-the-counter transactions							
Interest rate swaps:							
Receipts fixed, payments floating	-	-	-	-	-	-	-
Receipts floating, payments fixed	139,782	138,382	1,068	138,382	138,382	1,392	1,392
Receipts floating, payments floating	-	-	-	-	-	-	-
Others:							
Sold	-	-	-	-	-	-	-
Bought	-	-	-	-	-	-	-
<b>Total</b>			<b>1,068</b>				<b>1,392</b>

Type	As of March 31, 2007		
	Contracted value or notional principal amount		Current market or fair value
		Over 1 year	
Over-the-counter transactions			
Interest rate swaps:			
Receipts fixed, payments floating	-	-	-
Receipts floating, payments fixed	139,782	138,382	1,209
Receipts floating, payments floating	-	-	-
Others:			
Sold	-	-	-
Bought	-	-	-
<b>Total</b>			<b>1,209</b>

**\*Interest rate swaps by contractual maturity dates**

(Millions of yen, %)

Category	As of September 30, 2006				As of September 30, 2007			
	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 rate (receipt) (%)	-	-	-	-	-	-	-	-
Average rate (payment) (%)	-	-	-	-	-	-	-	-
Receipts floating, payments fixed:								
Notional amount	139,782	1,400	-	138,382	138,382	-	72,666	65,716
Average rate (receipt) (%)	0.48	0.48	-	0.48	0.93	-	0.86	1.02
Average rate (payment) (%)	0.90	1.97	-	0.89	0.89	-	0.80	0.99

Category	As of March 31, 2007			
	Total	1 year or shorter	1 year to 3 years	Over 3 years
Receipts fixed, payments floating:				
Notional amount	-	-	-	-
Average rate (receipt) (%)	-	-	-	-
Average rate (payment) (%)	-	-	-	-
Receipts floating, payments fixed:				
Notional amount	139,782	1,400	37,297	101,085
Average rate (receipt) (%)	0.60	0.71	0.58	0.61
Average rate (payment) (%)	0.90	1.97	0.77	0.93

**c) Currency-related transactions**

(Millions of yen)

Category	As of September 30, 2006				As of September 30, 2007			
	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:								
U.S. dollar	426,772	-	435,593	(8,820)	334,112	-	330,515	3,596
Euro	334,722	-	341,935	(7,212)	246,616	-	242,496	4,120
British pound	77,256	-	78,580	(1,324)	79,063	-	79,771	(707)
Canadian dollar	12,139	-	12,331	(192)	7,179	-	7,003	176
Bought:								
U.S. dollar	2,654	-	2,745	(91)	1,252	-	1,244	7
Euro	83	-	83	0	1,311	-	1,310	(0)
British pound	46	-	46	0	1,311	-	1,310	(0)
Canadian dollar	37	-	37	0	-	-	-	-
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total				(8,819)				3,595

Category	As of March 31, 2007			
	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:				
U.S. dollar	412,849	-	407,780	5,069
Euro	307,976	-	301,882	6,094
British pound	86,636	-	87,683	(1,047)
Canadian dollar	15,569	-	15,531	38
Bought:				
U.S. dollar	2,665	-	2,683	(17)
Euro	995	-	1,005	10
British pound	402	-	406	3
Canadian dollar	592	-	599	6
	-	-	-	-
	-	-	-	-
Total				5,079

**Notes:**

1. Forward exchange rates are used as the year -term end exchange rates.
2. Assets and liabilities denominated in foreign currencies, which have fixed settlement amounts in yen under forward exchange contracts and have been disclosed in yen amounts in the balance sheets, are not subject to disclose.

d) Stock-related transactions

(Millions of yen)

Category	As of September 30, 2006				As of September 30, 2007			
	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		
Exchange-traded transactions								
Stock index futures:								
Sold	-	-	-	-	-	-	-	-
Bought	5,001	-	5,184	182	-	-	-	-
Stock options:								
Sold								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Bought								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Total				182				-

Category	As of March 31, 2007			
	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)
		Over 1 year		
Exchange-traded transactions				
Stock index futures:				
Sold	16,563	-	16,753	(189)
Bought	-	-	-	-
Stock options:				
Sold				
Call	-	-	-	-
Put	-	-	-	-
Bought				
Call	-	-	-	-
Put	-	-	-	-
Total				(189)

**e) Bond-related transactions**

(Millions of yen)

Category	As of September 30, 2006			As of September 30, 2007				
	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	24,793	-	24,938	(144)	-	-	-	-
Bought	-	-	-	-	-	-	-	-
Bond futures options:								
Sold								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
Bought								
Call	-	-	-	-	-	-	-	-
Put	-	-	-	-	-	-	-	-
<b>Total</b>				<b>(144)</b>				<b>-</b>

Category	As of March 31, 2007			
	Contracted value or notional principal amount	Over 1 year	Current market or fair value	Valuation gains (losses)
Exchange-traded transactions				
Bond futures contracts:				
Sold	22,559	-	22,537	21
Bought	-	-	-	-
Bond futures options:				
Sold				
Call	-	-	-	-
Put	-	-	-	-
Bought				
Call	-	-	-	-
Put	-	-	-	-
<b>Total</b>				<b>21</b>

**f) Others**

The Company held no other derivative instruments as of September 30, 2006, 2007, and March 31, 2007

### 3. Status of Separate Account Assets

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

(Millions of yen)

Category	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Individual variable insurance	26,785	26,308	26,712
Individual variable annuities	17,605	18,321	18,141
Non-participating individual variable annuities	1,840	4,996	3,960
Group annuities	106,057	108,897	111,859
Total	152,288	158,523	160,673

#### (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 September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Number	Amount	Number	Amount	Number	Amount
Variable insurance (term life)	333	1,250	240	859	274	1,013
Variable insurance (whole life)	8,433	65,280	8,069	62,124	8,206	63,439
Total	8,766	66,530	8,309	62,984	8,480	64,453

##### b. Asset composition

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	0	0.0	1	0.0	1,119	4.2
Securities	24,534	91.6	24,470	93.0	24,989	93.6
Domestic bonds	6,470	24.2	5,043	19.2	5,883	22.0
Domestic stocks	10,647	39.7	11,532	43.8	11,454	42.9
Foreign securities	7,416	27.7	7,894	30.0	7,651	28.6
Foreign bonds	2,648	9.9	3,086	11.7	3,074	11.5
Foreign stocks and other securities	4,768	17.8	4,808	18.3	4,576	17.1
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	2,250	8.4	1,836	7.0	603	2.3
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	26,785	100.0	26,308	100.0	26,712	100.0

##### c. Net investment income

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Interests, dividends and income from real estate for rent	253	278	490
Gains on sales of securities	1,059	522	1,802
Gains on redemption of securities	-	-	-
Valuation gains on securities	-	-	-
Foreign exchange gains, net	-	-	-
Gains from derivatives, net	-	-	-
Other investment income	1	14	12
Losses on sale of securities	258	146	396
Amortization of securities	-	-	-
Devaluation losses on securities	1,402	239	1,033
Foreign exchange losses, net	1	1	0
Losses from derivatives, net	-	-	-
Other investment expenses	0	0	0
Net investment income	(348)	427	874

Note: Above net investment income 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 September 30, 2006		As of September 30, 2007	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	24,534	(1,402)	24,470	(239)
Domestic bonds	6,470	66	5,043	4
Domestic stocks	10,647	(1,544)	11,532	(338)
Foreign bonds	2,648	47	3,086	2
Foreign stocks	4,768	28	4,808	90
Other securities	-	-	-	-
Monetary trusts	-	-	-	-

Category	As of March 31, 2007	
	Current fair value and carrying value	Valuation gains (losses)
Trading securities	24,989	(1,033)
Domestic bonds	5,883	105
Domestic stocks	11,454	(1,378)
Foreign bonds	3,074	17
Foreign stocks	4,576	222
Other securities	-	-
Monetary trusts	-	-

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

(a) Interest-related transactions

The Company held no interest-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(b) Currency-related transactions

The Company held no currency-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(c) Stock-related transactions

The Company held no stock-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(d) Bond-related transactions

The Company held no bond-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(e) Others

The Company held no other derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

**(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 September 30, 2006		As of September 30, 2007	
	Number	Amount	Number	Amount
Variable annuities (variable investment type)	187	852	178	797
Variable annuities (guaranteed minimum living benefit type)	167	532	160	498
Total	354	1,384	338	1,296

Category	As of March 31, 2007	
	Number	Amount
Variable annuities (variable investment type)	180	806
Variable annuities (guaranteed minimum living benefit type)	164	507
Total	344	1,313

**b. Asset composition**

(Millions of yen, %)

Category	As of September 30, 2006					
	Variable investment type				GMLB type	
	Emphasis on stable return		Emphasis on high return			
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	0	0.0	0	0.0	0	0.0
Securities	4,912	89.5	5,592	94.5	5,845	94.3
Domestic bonds	3,522	64.2	1,142	19.3	3,059	49.4
Domestic stocks	704	12.8	2,768	46.8	1,713	27.7
Foreign securities	686	12.5	1,681	28.4	1,071	17.3
Foreign bonds	264	4.8	562	9.5	618	10.0
Foreign stocks and other securities	421	7.7	1,119	18.9	452	7.3
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	573	10.5	327	5.5	351	5.7
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,487	100.0	5,920	100.0	6,197	100.0

Category	As of September 30, 2007					
	Variable investment type				GMLB type	
	Emphasis on stable return		Emphasis on high return			
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	1	0.0	1	0.0	0	0.0
Securities	5,056	89.4	5,923	94.3	6,052	94.8
Domestic bonds	3,376	59.7	957	15.2	2,839	44.5
Domestic stocks	945	16.7	3,215	51.2	2,045	32.0
Foreign securities	733	13.0	1,749	27.9	1,166	18.3
Foreign bonds	273	4.8	576	9.2	637	10.0
Foreign stocks and other securities	460	8.1	1,173	18.7	528	8.3
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	599	10.6	354	5.7	331	5.2
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,657	100.0	6,279	100.0	6,384	100.0

Category	As of March 31, 2007					
	Variable investment type				GMLB type	
	Emphasis on stable return		Emphasis on high return			
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	560	10.0	260	4.2	251	4.0
Securities	5,015	89.6	5,900	95.2	6,060	95.5
Domestic bonds	3,531	63.1	1,202	19.4	3,069	48.4
Domestic stocks	819	14.6	3,091	49.9	1,915	30.2
Foreign securities	664	11.9	1,606	25.9	1,075	17.0
Foreign bonds	269	4.8	573	9.2	631	10.0
Foreign stocks and other securities	394	7.1	1,033	16.7	444	7.0
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Other assets	23	0.4	34	0.6	32	0.5
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	5,599	100.0	6,196	100.0	6,345	100.0

**c. Net investment income**

(Millions of yen)

Category	Six Months Ended September 30, 2006			Six Months Ended September 30, 2007		
	Variable investment type		GMLB type	Variable investment type		GMLB 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	45	53	53	49	63	60
Gains on sales of securities	96	258	213	25	81	54
Gains on redemption of securities	-	-	-	-	-	-
Valuation gains on securities	-	-	-	3	-	-
Foreign exchange gains, net	-	-	-	-	-	-
Gains from derivatives, net	-	-	-	-	-	-
Other investment income	0	0	0	1	2	2
Losses on sale of securities	28	53	41	16	35	27
Amortization of securities	-	-	-	-	-	-
Devaluation losses on securities	91	379	264	-	28	26
Foreign exchange losses, net	0	0	0	0	0	0
Losses from derivatives, net	-	-	-	-	-	-
Other investment expenses	0	0	0	0	0	0
Net investment income (loss)	22	(121)	(39)	62	81	63

Category	Year Ended March 31, 2007		
	Variable investment type		GMLB type
	Emphasis on stable return	Emphasis on high return	
Interests, dividends and income from real estate for rent	90	106	109
Gains on sales of securities	149	421	302
Gains on redemption of securities	-	-	-
Valuation gains on securities	-	-	-
Foreign exchange gains, net	-	-	-
Gains from derivatives, net	-	-	-
Other investment income	1	3	1
Losses on sale of securities	49	84	69
Amortization of securities	-	-	-
Devaluation losses on securities	44	278	189
Foreign exchange losses, net	0	1	0
Losses from derivatives, net	-	-	-
Other investment expenses	0	0	0
Net investment income (loss)	146	167	154

*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 investment type / Emphasis on stable return)*

(Millions of yen)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	4,912	(91)	5,056	3	5,015	(44)
Domestic bonds	3,522	28	3,376	2	3,531	41
Domestic stocks	704	(128)	945	(20)	819	(109)
Foreign bonds	264	6	273	0	269	2
Foreign stocks, etc.	421	2	460	21	394	20
Other securities	-	-	-	-	-	-
Monetary trusts	-	-	-	-	-	-

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

(Millions of yen)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	5,592	(379)	5,923	(28)	5,900	(278)
Domestic bonds	1,142	9	957	(0)	1,202	15
Domestic stocks	2,768	(399)	3,215	(87)	3,091	(342)
Foreign bonds	562	14	576	2	573	11
Foreign stocks, etc.	1,119	(4)	1,173	57	1,033	36
Other securities	-	-	-	-	-	-
Monetary trusts	-	-	-	-	-	-

##### *Individual variable annuities (GMLB type)*

(Millions of yen)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)	Current fair value and carrying value	Valuation gains(losses)
Trading securities	5,845	(264)	6,052	(26)	6,060	(189)
Domestic bonds	3,059	25	2,839	5	3,069	41
Domestic stocks	1,713	(296)	2,045	(52)	1,915	(255)
Foreign bonds	618	14	637	(3)	631	9
Foreign stocks, etc.	452	(8)	528	23	444	15
Other securities	-	-	-	-	-	-
Monetary trusts	-	-	-	-	-	-

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

(a) Interest-related transactions

The Company held no interest-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(b) Currency-related transactions

The Company held no currency-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(c) Stock-related transactions

The Company held no stock-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(d) Bond-related transactions

The Company held no bond-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(e) Others

The Company held no other derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

**(4) Status of Non-participating Individual Variable Annuities (Separate accounts)**

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

(Number, Millions of yen)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Number	Amount	Number	Amount	Number	Amount
Non-participating individual variable annuities (GMLB type)	122	877	321	4,083	244	3,372

**b. Asset composition**

(Millions of yen, %)

Category	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	286	15.6	1,110	22.2	1,172	29.6
Securities	1,554	84.4	3,886	77.8	2,787	70.4
Domestic bonds	-	-	-	-	-	-
Domestic stocks	-	-	-	-	-	-
Foreign securities	-	-	-	-	-	-
Foreign bonds	-	-	-	-	-	-
Foreign stocks and other securities	-	-	-	-	-	-
Other securities	1,554	84.4	3,886	77.8	2,787	70.4
Loans	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Reserve for possible loan losses	-	-	-	-	-	-
Total assets	1,840	100.0	4,996	100.0	3,960	100.0

**c. Net investment income**

(Millions of yen)

Category	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Interests, dividends and income from real estate for rent	-	-	-
Gains on sales of securities	-	-	-
Gains on redemption of securities	-	-	-
Valuation gains on securities	4	-	37
Foreign exchange gains, net	-	-	-
Gains from derivatives, net	-	-	-
Other investment income	-	-	-
Losses on sale of securities	-	-	-
Amortization of securities	-	-	-
Devaluation losses on securities	-	1	-
Foreign exchange losses, net	-	-	-
Losses from derivatives, net	-	-	-
Other investment expenses	-	-	-
Net investment income	4	(1)	37

Note: Above net investment income 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 September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)	Current fair value and carrying value	Valuation gains (losses)
Trading securities	1,554	4	3,886	(1)	2,787	37
Domestic bonds	-	-	-	-	-	-
Domestic stocks	-	-	-	-	-	-
Foreign bonds	-	-	-	-	-	-
Foreign stocks	-	-	-	-	-	-
Other Securities	1,554	4	3,886	(1)	2,787	37
Monetary trusts	-	-	-	-	-	-

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

(a) Interest-related transactions

The Company held no interest-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(b) Currency-related transactions

The Company held no currency-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(c) Stock-related transactions

The Company held no stock-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(d) Bond-related transactions

The Company held no bond-related derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

(e) Others

The Company held no other derivative instruments as of September 30, 2006 and 2007 as well as March 31, 2007.

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

##### a. Reconciliation to core profit

(Millions of yen)

	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
<b>Core Revenues</b>	510,491	550,164	1,034,031
Income from insurance premiums	432,069	419,553	865,254
Insurance premiums	431,479	419,114	864,247
Ceded reinsurance recoveries	589	438	1,006
Investment income	64,393	83,756	138,671
Interest, dividends and income from real estate for rent	63,054	80,521	129,458
Gains on redemption of securities	-	-	-
Other investment income	1,339	1,418	2,685
Gains on separate accounts, net	-	1,816	6,526
Other ordinary income	13,502	45,557	14,520
Income related to withheld insurance claims and other payments for future annuity payments	71	229	311
Income due to withheld insurance payments	1,216	1,464	2,552
Reversal of reserve for outstanding claims	-	5,438	-
Reversal of policy reserve	11,583	35,977	10,603
Reversal of reserve for employees' retirement benefits	-	-	-
Other ordinary income	631	2,447	1,053
Other core revenues	525	1,297	15,584
<b>Core Expenses</b>	450,736	482,789	908,240
Insurance claims and other payments	381,226	407,882	758,211
Insurance claims	142,561	152,383	268,182
Annuity payments	13,367	14,274	27,978
Insurance benefits	88,784	92,524	174,681
Surrender payments	115,193	124,561	248,907
Other payments	20,820	23,683	37,415
Reinsurance payments	498	454	1,045
Provision for policy and other reserves	896	409	3,518
Provision for reserve for outstanding claims	457	-	2,664
Interest portion of reserve for policyholder dividends	439	409	853
Investment expenses	5,840	9,407	11,767
Interest expense	52	140	165
Amortization of securities	-	-	-
Provision for reserve for possible loan losses	-	67	-
Depreciation of real estate for rent	1,222	1,638	2,716
Other investment expenses	4,008	7,561	8,884
Losses on separate accounts, net	557	-	-
Operating expenses	55,995	57,369	111,815
Other ordinary expenses	6,741	7,677	22,881
Payments related to withheld insurance claims	1,067	1,526	2,344
Taxes	3,327	3,367	6,647
Depreciation	2,042	2,158	4,149
Provision for reserve for employees' retirement benefits	96	323	7,405
Other ordinary expenses	207	301	2,334
Other core expenses	35	43	46
<b>Core Profit</b>	<b>59,755</b>	<b>67,375</b>	<b>125,791</b>

## b. Reconciliation to Non-consolidated Ordinary Profit

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Fiscal Year Ended March 31, 2007
Core profit (A)	59,755	67,375	125,791
Capital gains	14,374	21,748	29,089
Gains from monetary trusts, net	1,361	8,738	8,092
Gains on investments in trading securities, net	3,147	3,588	17,824
Gains on sales of securities	10,391	9,474	18,756
Gains from derivatives, net	-	1,244	-
Foreign exchange gains, net	-	-	-
Others	(525)	(1,297)	(15,584)
Capital losses	19,618	18,416	32,330
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sales of securities	5,637	3,648	5,744
Devaluation losses on securities	1,167	11,769	610
Losses from derivatives, net	9,913	-	20,324
Foreign exchange losses, net	2,936	3,041	5,696
Others	(35)	(43)	(46)
Total capital gains/losses (B)	(5,244)	3,331	(3,241)
Core profit reflecting capital gains / losses (A+B)	54,511	70,706	122,549
Other one-time gains	(460)	(1,169)	(1,302)
Ceding reinsurance recoveries	-	-	-
Reversal of contingency reserve	(460)	(1,169)	(1,302)
Others	-	-	-
Other one-time losses	-	78	-
Reinsurance premiums	-	-	-
Provision for contingency reserve	-	-	-
Provision for specific reserve for possible loan losses	-	(43)	-
Provision for specific reserves for loans to refinancing countries	-	-	-
Write-off of loans	-	121	-
Others	-	-	-
Other one-time gains/losses (C)	(460)	(1,247)	(1,302)
Ordinary profit (A+B+C)	54,051	69,458	121,247

### Notes:

- Core profit for the six months ended September 30, 2007 includes 407 million yen of income gains from monetary trusts and 889 million yen of income gains on investment in trading securities as other core revenues instead of capital gains, and 43 million yen of income losses from derivatives as other core expenses instead of capital losses.
- Core profit for the six months ended September 30, 2006 includes 525 million yen of income gains from monetary trusts as other core revenues instead of capital gains, and 35 million yen of income losses from derivatives as other core expenses instead of capital losses.
- Core profit for the year ended March 31, 2007 includes 966 million yen of income gains from monetary trusts and 14,618 million yen of income gains on investment in trading securities as other core revenues instead of capital gains, and 46 million yen of income losses from derivatives as other core expenses instead of capital losses.

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

(Millions of yen, %)

Category	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Claims against bankrupt and quasi-bankrupt obligors	140	325	210
Claims with collection risk	1,660	1,034	1,249
Claims for special attention	396	336	374
Subtotal	2,197	1,696	1,834
[% of Total]	[ 0.23]	[ 0.18]	[ 0.20]
Claims against normal obligors	962,228	928,836	936,253
Total	964,426	930,532	938,088

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.

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

(Millions of yen, %)

Category	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Loans to bankrupt companies	118	184	195
Past due loans	1,681	1,175	1,264
Loans over due for three months or more	-	-	-
Restructured loans	395	336	374
Total: a	2,195	1,696	1,833
[% of total loans]	[ 0.23]	[ 0.19]	[ 0.20]

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 September 30, 2006, September 30, 2007, and March 31, 2007 amounted to 5 million yen, 126 million yen, and 5 million yen respectively. Past due loans also decreased due to write-offs in the amounts of 421 million yen, 210 million yen, and 219 million yen as of September 30, 2006, September 30, 2007 and March 31, 2007, 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 September 30, 2006	As of September 30, 2007	As of March 31, 2007
General reserve for possible loan losses	168	251	183
Specific reserve for possible loan losses	1,193	816	859
Specific reserve for loans to refinancing countries	-	-	-
Total	1,361	1,067	1,043

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

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Transfer	1,193	816	859
Reversal	1,499	859	1,481
Net transfer	(305)	(43)	(621)

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 September 30, 2006, September 30, 2007 and March 31, 2007.

#### b. Loan outstanding by country

The Company held no loan outstanding by country as of September 30, 2006, September 30, 2007 and March 31, 2007.

### (4) Write-off of Loans

(Millions of yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
Write-off of loans	-	121	-

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 September 30, 2007, 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 September 30, 2006		As of September 30, 2007		As of March 31, 2007	
	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation	Before write-offs / reservation	After write-offs / reservation
Class I	958,504	959,544	876,470	877,150	922,280	923,005
Class II	4,789	4,789	53,253	53,253	14,937	14,937
Class III	1,132	92	808	128	869	144
Class IV	-	-	121	-	-	-
Total exposures	964,426	964,426	930,654	930,532	938,088	938,088

*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

( Millions of yen, % )

Items	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Total solvency margin (A)	1,027,260	1,097,643	1,135,048
Net assets (less certain items)	211,079	251,742	229,827
Reserve for price fluctuations	55,022	65,159	61,585
Contingency reserve	79,539	81,552	80,382
Reserve for possible loan losses	168	251	183
Net unrealized gains on available-for-sale securities (before tax) (x 90 percent, if gains; x 100 percent, if losses)	463,950	428,752	510,954
Net unrealized gains (losses) on real estate (x 85 percent, if gains; x 100 percent, if losses)	(2,714)	12,755	14,582
Excess of amount of policy surrender payment	127,719	131,060	127,608
Unallotted portion of reserve for policyholder dividends	8,623	16,814	13,240
Future profits	12,729	16,564	15,502
Deferred tax assets	71,140	92,990	81,181
Subordinated debt	-	-	-
Deductible items	-	-	-
Total risk $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	171,329	173,387	171,889
Insurance risk $R_1$	33,984	29,481	33,692
Assumed investment yield risk $R_2$	19,955	18,647	19,197
Investment risk $R_3$	143,211	146,581	144,508
Business risk $R_4$	3,957	3,990	3,964
Minimum guaranty risk $R_7$	718	826	804
3rd sector insurance risk $R_8$	-	3,995	-
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,199.1%	1,266.1%	1,320.6%

Notes:

- The above ratio is calculated in accordance with Articles 86, 87 of the ministerial ordinance for Insurance Business Law as well as Announcement No. 50 issued by the Ministry of Finance in 1996.
- "Net assets (less certain items)" represents net assets on the balance sheet less net unrealized gains on securities, provision for advanced depreciation on real estate, gains on deferred hedge and estimated appropriation paid in cash.
- Net unrealized gains (losses) on real estates are basically calculated by the method of appraised price, whereas as for less important real estates, they are calculated by the method of posted price.
- Minimum guarantee risks were calculated using the standard method regulated by FSA.
- As for September 30, 2007, "3<sup>rd</sup> sector insurance risk" is included in calculation. As for September 30, 2006 and March 31, 2007, the ratio is calculated according to the former rule.

## 8. Adjusted Net Assets

( Millions of yen )

Items	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Adjusted net assets	1,001,923	1,045,130	1,109,674

Note: Adjusted net assets are calculated based on the regulatory standard.