

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. Insurance Business Highlights

(1) Total Policy Amount in Force

(Number: Thousands, 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	3,272	138,328	3,064	93.6	96.9	136,017	98.3	98.4	3,163	138,203
Individual annuities	1,339	39,163	1,296	96.8	98.8	37,652	96.1	98.5	1,312	38,241
Sub total	4,611	177,492	4,361	94.6	97.4	173,670	97.8	98.4	4,476	176,445
Group insurance	-	104,002	-	-	-	104,724	100.7	103.6	-	101,102
Group annuities	-	7,830	-	-	-	7,839	100.1	99.0	-	7,917

- 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.
3. % Changes are presented in comparison with the same term of previous fiscal year (hereinafter, same if not mentioned otherwise).

(2) New Policy Amount

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

Category	Six months ended September 30, 2006					
	Number	% Change	Amount			Net increase from conversion
				% Change	New policies	
Individual insurance	144	92.7	11,712	78.7	8,427	3,284
Individual annuities	5	341.8	53	-	149	(96)
Sub total	149	95.3	11,765	79.7	8,577	3,188
Group insurance	-	-	221	55.6	221	-
Group annuities	-	-	-	-	-	-

Category	Six months ended September 30, 2007					
	Number	% Change	Amount			Net increase from conversion
				% Change	New policies	
Individual insurance	98	68.5	6,756	57.7	5,525	1,231
Individual annuities	19	351.6	483	912.0	522	(38)
Sub total	118	79.0	7,240	61.5	6,047	1,192
Group insurance	-	-	524	236.8	524	-
Group annuities	-	-	0	-	0	-

Category	Year ended March 31, 2007					
	Number	% Change	Amount			Net increase from conversion
				% Change	New policies	
Individual insurance	271	87.4	21,070	73.6	15,440	5,630
Individual annuities	14	408.9	203	-	372	(169)
Sub total	285	91.0	21,273	75.0	15,812	5,460
Group insurance	-	-	510	39.4	510	-
Group annuities	-	-	0	3.9	0	-

- Notes: 1. The number of new policies includes increase from conversion.
2. The new policy amount including net 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 annuities is equal to the initial premium payment.

(3) Annualized Premiums

a) Policies in force

(Millions of Yen, %)

Category	As of September 30, 2006		As of September 30, 2007			As of March 31, 2007	
	Amount	% Change	Amount	% Change	% Change from previous FYE	Amount	% Change
Individual insurance	473,739	94.4	444,310	93.8	97.0	458,215	94.0
Individual annuities	205,966	97.7	204,994	99.5	100.2	204,601	98.5
Total	679,706	95.4	649,304	95.5	98.0	662,816	95.3
3rd sector products, included	111,500	103.8	111,428	99.9	99.4	112,107	102.4

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	% Change	Amount	% Change	Amount	% Change
Individual insurance	17,927	82.6	12,807	71.4	34,139	80.5
Individual annuities	842	-	3,621	430.1	2,462	-
Total	18,769	88.1	16,428	87.5	36,601	87.7
3rd sector products, included	6,909	99.9	4,673	67.6	13,129	92.1

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

(4) Policy Amount by Dividend Type (Individual insurance and annuities)

a) Policy amount in force

(100 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
Participating	67,149	37.8	58,879	33.9	62,904	35.7
Semi-participating	41,637	23.5	41,234	23.7	41,238	23.4
Non-participating	68,705	38.7	73,556	42.4	72,302	41.0
Total	177,492	100.0	173,670	100.0	176,445	100.0

b) New policy amount

(100 Millions of Yen, %)

Category	Six months ended September 30, 2006		Six months ended September 30, 2007		Year ended March 31, 2007	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Participating	2	0.0	1	0.0	2	0.0
Semi-participating	1,256	14.6	1,291	21.4	2,449	15.5
Non-participating	7,318	85.3	4,754	78.6	13,361	84.5
Total	8,577	100.0	6,047	100.0	15,812	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 conversion.

(5) Average Amount of New Policies and Policies 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	6,727	6,091	6,482
Average policy amount in force	4,226	4,438	4,368

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 fiscal year)

(%)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Individual insurance	6.21	4.00	11.38
Individual annuities	0.37	1.37	0.93
Sub total	4.88	3.43	8.99
Group insurance	0.21	0.52	0.49

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	5.27	4.81	10.59
Individual annuities	0.84	0.75	1.64
Sub total	4.26	3.93	8.55
Group insurance	0.08	0.00	1.85

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

(8) Surrender and Lapse Amount

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

Category	Six months ended September 30, 2006				Six months ended September 30, 2007				Year ended March 31, 2007	
	Number		Amount		Number		Amount		Number	Amount
		% Change		% Change		% Change		% Change		
Individual insurance	82	84.6	7,158	93.1	77	93.1	6,648	92.9	168	14,379
Individual annuities	11	77.3	336	77.1	9	82.9	286	85.2	22	659
Sub total	94	83.7	7,494	92.2	86	91.8	6,935	92.5	190	15,038
Group insurance	-	-	84	246.4	-	-	1	1.3	-	1,937

(9) Average Insurance Premium of Individual Insurance New Policies (Monthly payment)

(Yen)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Average insurance premium	11,943	11,951	12,006

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

(10) Average Assumed Investment Yield and Amount of 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	12,692	6,522	24,638
Investment yield on core profit (annualized)	2.30%	2.49%	2.30%
Average assumed investment yield (annualized)	2.75%	2.73%	2.74%
Individual insurance & individual annuities, included	2.98%	2.97%	2.98%
Policy reserve in general account	5,685,477	5,601,421	5,625,033

- Notes:
- Method of calculating negative spread:
(Investment yield on core profit [1.24%] - Average assumed investment yield [1.35%])
x Policy reserve in general account [5,601.4 billion yen]
 - The investment yield on core profit and average assumed investment yield as in 1 above are not annualized as in the notes 3 and 4 hereunder.
 - "Investment yield on core profit" is calculated by dividing numerator as investment revenues and expenses (investment profit in general account) included in core profit less amount of provision for accumulated interest due to policyholders by denominator as policy reserve in general account.
 - Average assumed investment yield is calculated by dividing numerator as assumed interest (general account only) by denominator as policy reserve in general account.
 - Policy reserve in general account represents the earned policy reserve calculated for policy reserve in general account less contingency reserve by Hardy method as follows:
Hardy method: (Policy reserve at beginning of fiscal year + Policy reserve at end of fiscal year - Assumed interest) x (1/2)

(11) Mortality Rate for Individual Insurance

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Rate based on number of policies	3.14‰	3.27‰	6.49‰
Rate based on policy amount	1.11‰	1.13‰	2.27‰

- Notes:
- The above figures represent the rates of paid policies against passed policies.
 - 1‰ (per mille) represents 1/1000.
 - The figures of the six months ended September 30, 2007 and 2006 are not annualized.

2. Indices Concerning Accounting

(1) 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	7,381	7,676	8,005
	Accidental death benefits	335	382	457
	Disability benefits	831	1,106	923
	Maturity benefits	922	1,300	674
	Others	342	669	464
	Sub total	9,813	11,135	10,524
Annuity payments		714	1,096	807
Insurance benefits		5,568	5,948	5,899
Surrender payments		4,614	3,360	4,378
Deferred insurance benefits		90	130	83
Total, including others		21,203	22,007	22,121

(2) 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	2,401,013	2,325,506	2,359,352	
	General accounts	2,400,326	2,324,916	2,358,753	
	Separate accounts	687	590	598	
	Individual annuities	2,510,862	2,489,633	2,498,927	
	General accounts	2,510,862	2,489,633	2,498,927	
	Separate accounts	-	-	-	
	Group insurance	11,152	11,243	11,547	
	General accounts	11,152	11,243	11,547	
	Separate accounts	-	-	-	
	Group annuities	783,019	783,909	791,738	
	General accounts	783,019	783,909	791,738	
	Separate accounts	-	-	-	
	Others	3,968	4,046	3,996	
	General accounts	3,968	4,046	3,996	
	Separate accounts	-	-	-	
	Sub total	5,710,016	5,614,340	5,665,562	
	General accounts	5,709,328	5,613,750	5,664,963	
	Separate accounts	687	590	598	
	Contingency reserve	I	45,195	36,713	45,538
		II	30,760	40,000	40,000
III		10	11	10	
IV		-	7,992	-	
Sub total		75,966	84,718	85,549	
Total		5,785,982	5,699,058	5,751,111	
General accounts		5,785,295	5,698,468	5,750,513	
Separate accounts		687	590	598	

(3) 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	Net level premium reserve method	Net level premium reserve method	Net level premium 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"		100.0%	100.0%	100.0%

Notes: 1. The calculating methods and the ratios are set for individual insurance and individual annuities.
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.

(4) 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	1,632	(47)	2,592	228	2,364	683
General reserve	1,431	(50)	1,672	225	1,447	(35)
Specific reserve	200	3	920	3	916	719
Reserve for bonus to directors and corporate auditors	20	20	24	(16)	40	40
Reserve for directors' and corporate auditors' retirement benefits	1,417	167	1,643	161	1,481	231
Reserve for price fluctuations	29,437	3,377	52,959	10,396	42,563	16,503

Note: Increase (Decrease) is presented in comparison with the end of the previous fiscal year.

(5) Insurance Premiums

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	242,446	215,796	478,697
[Single premiums]	39,791	22,853	74,098
[Annual payment]	5,516	5,220	10,381
[Semi-annual payment]	641	588	1,255
[Monthly payment]	196,496	187,133	392,962
Individual annuities	46,932	55,746	97,820
[Single premiums]	7,387	17,209	18,828
[Annual payment]	-	-	0
[Semi-annual payment]	-	-	-
[Monthly payment]	39,544	38,537	78,991
Group insurance	17,221	16,953	34,776
Group annuities	56,076	41,163	92,801
Total, including others	363,258	330,267	705,293

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	61,585	52,198	120,771
	Second and subsequent years	227,793	219,344	455,745
	Sub total	289,378	271,542	576,517
Group insurance	First year	216	126	379
	Second and subsequent years	17,004	16,826	34,397
	Sub total	17,221	16,953	34,776
Group annuities	First year	3,910	266	4,048
	Second and subsequent years	52,166	40,897	88,753
	Sub total	56,076	41,163	92,801
Total, including others	First year	65,733	52,616	125,241
	Second and subsequent years	297,524	277,651	580,051
	Total % Change	363,258 (14.2%)	330,267 (9.1%)	705,293 (14.3%)

(6) 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	24,480	13,826	1,693	9,001	-	-	1	24,522	49,665
Accidental death benefits	576	527	-	39	-	-	-	566	1,248
Disability benefits	1,133	780	60	588	-	-	-	1,429	2,365
Maturity benefits	170,755	133,760	-	0	14,590	-	-	148,351	329,297
Others	228	455	2	0	-	-	0	457	638
Total	197,175	149,349	1,756	9,629	14,590	-	1	175,327	383,215

(7) 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
64,023	-	62,020	213	7,478	43	-	69,755	128,527

(8) 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	2,975	433	2,542	1	-	-	-	2,977	6,141
Hospitalization benefits	11,025	10,976	130	11	-	-	41	11,159	22,002
Operation benefits	5,084	5,225	89	-	-	-	-	5,315	10,251
Injury benefits	32	35	-	9	-	-	-	45	58
Survival benefits	13,754	11,975	-	-	-	48	-	12,023	33,837
Others	18,299	64	11	8	20,481	-	0	20,567	32,810
Total	51,171	28,711	2,773	32	20,481	48	41	52,088	105,102

(9) 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
47,940	29,373	13,457	4	2,478	78	-	45,391	95,662

(10) 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	10,792	9,278	20,855
In-house sales representative expenses	10,452	9,028	20,172
Sales agent expenses	108	97	219
Underwriting expenses	231	153	464
Sales Administrative Expenses	3,762	3,011	7,202
Administrative / operational expenses	2,602	2,110	4,930
Expenses for training of in-house sales representatives	1,107	749	1,716
Advertising expenses	51	151	554
General Administrative Expenses	25,004	26,009	50,753
Personnel expenses	10,839	10,955	21,395
Non-Personnel Expenses	13,188	14,123	27,406
[Donation and others]	[12]	[18]	[17]
Contributions	334	321	668
Burden charges	642	609	1,283
Total	39,558	38,299	78,811

- Notes:
1. Major non-personnel expenses are system-related costs, shop costs and welfare expenses.
 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.

(11) Operating Expense Ratio (Against insurance premiums)

Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
10.9%	11.6%	11.2%

3. Status of General Account Assets

(1) Investment Performance

a) Overview

Taiyo Life's general account assets as of September 30, 2007 totaled ¥6,542.2 billion, down ¥3.4 billion from the previous fiscal year-end.

In terms of major asset allocation, in order to pursue a stable income flow, the Company focused on investments on yen interest income assets such as yen-denominated public and corporate bonds and loans, and replaced public and corporate bonds through purchase and sale when interest rates rise.

As for other than yen interest income assets, the Company diversified investments to domestic stocks and foreign bonds within tolerable risk levels, and allocated its assets corresponding to financial market environments for profitability improvement.

b) Investment income and expenses

Investment income for six months ended September 30, 2007 decreased by ¥7.5 billion from the same term of the previous fiscal year, to ¥108.8 billion, due to a decrease of gains on sales of securities, while an increase of interest, dividend and income from real estate for rent.

Investment expenses totaled ¥35.6 billion, up ¥0.9 billion, due mainly to an increase of devaluation losses on securities, while a decrease of losses on sales of securities.

As a result, net investment income/ expenses totaled ¥73.1 billion, down ¥8.5 billion from the same term of the previous fiscal year.

Net unrealized gains/ losses on securities (*See Note*) were ¥547.9 billion, up ¥48.2 billion from the previous fiscal year-end, due mainly to a rise in foreign stock prices.

Note: Net unrealized gains/ losses on securities represent those with market value.

(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	174,144	2.7	149,244	2.3	201,562	3.1
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	142,433	2.2	158,281	2.4	155,228	2.4
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	-	-	-	-	-	-
Securities	4,456,510	68.7	4,508,106	68.9	4,478,636	68.4
Domestic bonds	2,693,084	41.5	2,540,505	38.8	2,626,478	40.1
Domestic stocks	832,491	12.8	852,199	13.0	870,930	13.3
Foreign securities	864,065	13.3	987,895	15.1	863,699	13.2
Bonds	596,229	9.2	628,992	9.6	581,817	8.9
Stocks, etc.	267,836	4.1	358,902	5.5	281,882	4.3
Other securities	66,868	1.0	127,506	1.9	117,528	1.8
Loans	1,496,602	23.1	1,513,000	23.1	1,502,246	23.0
Policy loans	107,009	1.7	102,607	1.6	105,316	1.6
Commercial loans	1,389,592	21.4	1,410,393	21.6	1,396,930	21.3
Property and equipment	165,742	2.6	162,251	2.5	163,014	2.5
Deferred tax assets	-	-	-	-	-	-
Deferred tax assets concerning revaluation	-	-	-	-	-	-
Other assets	50,845	0.8	53,989	0.8	47,359	0.7
Reserve for possible loan losses	(1,632)	(0.0)	(2,592)	(0.0)	(2,364)	(0.0)
Total	6,484,645	100.0	6,542,280	100.0	6,545,684	100.0
Foreign currency denominated assets, included	788,790	12.2	857,162	13.1	776,976	11.9

(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	15,437	(52,318)	42,855
Securities repurchased under resale agreements	-	-	-
Pledged money for bond borrowing transaction	-	-	-
Monetary claims purchased	18,074	3,052	30,869
Securities under proprietary accounts	-	-	-
Monetary trusts	(50)	-	(50)
Securities	(93,987)	29,470	(71,861)
Domestic bonds	21,931	(85,973)	(44,675)
Domestic stocks	(101,501)	(18,730)	(63,063)
Foreign securities	761	124,195	396
Bonds	(22,971)	47,175	(37,383)
Stocks, etc.	23,733	77,020	37,779
Other securities	(15,179)	9,977	35,480
Loans	(39,231)	10,753	(33,587)
Policy loans	(2,108)	(2,709)	(3,801)
Commercial loans	(37,123)	13,463	(29,785)
Property and equipment	(2,738)	(763)	(5,466)
Deferred tax assets	-	-	-
Deferred tax assets concerning revaluation	-	-	-
Other assets	1,796	6,629	(1,689)
Reserve for possible loan losses	47	(228)	(683)
Total	(100,652)	(3,404)	(39,612)
Foreign currency denominated assets, included	(4,563)	80,185	(16,378)

(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	69,054	73,181	137,257
Interest income from deposits	31	102	127
Interest income and dividends from securities	45,728	51,666	93,403
Interest income from loans	15,309	15,286	30,279
Income from real estate for rent	3,625	3,929	7,423
Other income from interest and dividends	4,360	2,195	6,023
Gain on securities under proprietary accounts	-	-	-
Gains from monetary trusts, net	0	-	0
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	47,202	35,403	74,223
Gains on sale of domestic bonds	429	169	895
Gains on sale of domestic stocks	40,258	20,423	61,881
Gains on sale of foreign securities	6,514	14,810	11,446
Other	-	-	-
Gains on redemption of securities	-	-	-
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	17	81	-
Other investment income	83	136	155
Total	116,357	108,803	211,636

(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 expenses	810	865	1,624
Losses on securities under proprietary accounts	-	-	-
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	21,598	16,818	45,329
Losses on sale of domestic bonds	2,317	6,616	13,843
Losses on sale of domestic stocks	12,593	4,978	19,256
Losses on sale of foreign securities	6,687	5,224	12,229
Others	-	-	-
Devaluation losses on securities	22	4,465	99
Devaluation losses on domestic bonds	-	-	-
Devaluation losses on domestic stocks	22	4,465	99
Devaluation losses on foreign securities	-	-	-
Others	-	-	-
Amortization of securities	-	-	-
Losses from derivatives, net	8,858	10,351	15,668
Foreign exchange losses, net	-	-	422
Provision for reserve for possible loan losses	-	228	684
Write-off of loans	8	10	-
Depreciation of real estate for rent	1,223	1,207	2,485
Other investment expenses	2,185	1,724	4,044
Total	34,707	35,672	70,357

(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
Total	81,650	73,130	141,278

[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	15	3	27
Currency-related gains / losses	(8,691)	(10,128)	(15,513)
Stock-related gains / losses	(182)	(226)	(182)
Bond-related gains / losses	-	-	-
Other gains / losses	-	-	-
Total	(8,858)	(10,351)	(15,668)

(7) 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	748,021	16.8	1,084,051	24.0	908,567	20.3
Municipal bonds	588,771	13.2	459,450	10.2	535,207	12.0
Corporate bonds	1,356,292	30.4	997,003	22.1	1,182,703	26.4
Public corporation bonds, included	1,080,078	24.2	781,436	17.3	952,643	21.3
Domestic stocks	832,491	18.7	852,199	18.9	870,930	19.4
Foreign securities	864,065	19.4	987,895	21.9	863,699	19.3
Foreign bonds	596,229	13.4	628,992	14.0	581,817	13.0
Foreign stocks	267,836	6.0	358,902	8.0	281,882	6.3
Other securities	66,868	1.5	127,506	2.8	117,528	2.6
Total	4,456,510	100.0	4,508,106	100.0	4,478,636	100.0

(8) 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	
Fishery, agriculture and forestry	202	0.0	18	0.0	239	0.0	
Mining	1,559	0.2	1,355	0.2	1,818	0.2	
Construction	14,170	1.7	10,028	1.2	11,502	1.3	
Manufacturing industries	Food products	6,305	0.8	4,721	0.6	7,342	0.8
	Textiles and clothing	8,079	1.0	8,737	1.0	7,824	0.9
	Pulp and paper	4,891	0.6	3,670	0.4	3,797	0.4
	Chemicals	38,577	4.6	40,558	4.8	43,610	5.0
	Medicals	17,908	2.2	12,391	1.5	16,450	1.9
	Oil and coal products	1,837	0.2	1,661	0.2	1,497	0.2
	Rubber products	2,410	0.3	1,467	0.2	1,744	0.2
	Glass and stone products	2,600	0.3	2,950	0.3	2,883	0.3
	Steel	33,543	4.0	47,530	5.6	45,530	5.2
	Non-steel metals	4,864	0.6	2,819	0.3	4,250	0.5
	Metal products	3,300	0.4	1,823	0.2	2,877	0.3
	Machinery	144,048	17.3	235,117	27.6	166,456	19.1
	Electric appliances	75,189	9.0	59,017	6.9	60,481	6.9
	Transportation vehicles	32,641	3.9	25,751	3.0	35,772	4.1
	Precision machinery	13,606	1.6	13,349	1.6	12,079	1.4
Others	6,981	0.8	7,564	0.9	6,611	0.8	
Electric and gas utilities	20,905	2.5	18,699	2.2	29,284	3.4	
Transportation / information telecommunications	Ground transportation	66,754	8.0	65,770	7.7	72,990	8.4
	Water transportation	2,563	0.3	2,010	0.2	4,577	0.5
	Air transportation	273	0.0	90	0.0	369	0.0
	Warehouses / transportation	830	0.1	582	0.1	876	0.1
	Information / telecommunications	15,664	1.9	11,639	1.4	18,449	2.1
Commerce	Wholesaling	22,659	2.7	29,686	3.5	24,552	2.8
	Retailers	14,398	1.7	8,854	1.0	6,380	0.7
Financial services / insurance	Banking	122,185	14.7	82,300	9.7	105,985	12.2
	Securities and commodity futures trading	36,650	4.4	29,721	3.5	38,725	4.4
	Insurance	23,418	2.8	23,131	2.7	23,670	2.7
	Other financial services	22,896	2.8	17,100	2.0	18,553	2.1
Real estate	62,947	7.6	75,204	8.8	87,092	10.0	
Service companies	7,624	0.9	6,872	0.8	6,649	0.8	
Total	832,491	100.0	852,199	100.0	870,930	100.0	

(9) Securities by Contractual Maturity Dates

(Millions of Yen)

Category	As of September 30, 2006						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*	
Government bonds	77,106	88,358	43,812	86,871	121,371	330,501	748,021
Municipal bonds	20,535	79,837	88,025	68,389	287,805	44,177	588,771
Corporate bonds	64,167	244,927	230,846	189,238	377,232	249,879	1,356,292
Domestic stocks						832,491	832,491
Foreign securities	42,808	194,007	104,147	80,001	90,105	352,994	864,065
Foreign bonds	42,651	179,736	104,147	80,001	89,295	100,395	596,229
Stocks, etc.	157	14,270	-	-	809	252,598	267,836
Other securities	971	111	6,868	-	2,380	56,537	66,868
Total	205,589	607,242	473,699	424,501	878,896	1,866,581	4,456,510

(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*	
Government bonds	29,806	182,510	95,347	106,063	234,500	435,822	1,084,051
Municipal bonds	15,139	50,995	55,261	117,419	146,241	74,393	459,450
Corporate bonds	64,896	156,329	149,017	207,114	157,607	262,037	997,003
Domestic stocks						852,199	852,199
Foreign securities	90,058	184,767	106,349	76,848	113,372	416,499	987,895
Foreign bonds	86,769	136,209	106,349	76,848	105,674	117,141	628,992
Stocks, etc.	3,288	48,558	-	-	7,698	299,358	358,902
Other securities	117	6,705	10,886	-	3,064	106,731	127,506
Total	200,018	581,309	416,862	507,445	654,786	2,147,684	4,508,106

(Millions of Yen)

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*	
Government bonds	50,751	111,125	126,246	77,061	201,235	342,146	908,567
Municipal bonds	30,987	61,484	77,390	98,156	192,316	74,871	535,207
Corporate bonds	87,673	203,260	199,596	222,998	226,718	242,456	1,182,703
Domestic stocks						870,930	870,930
Foreign securities	68,357	147,118	100,550	61,627	99,813	386,232	863,699
Foreign bonds	68,225	138,864	100,550	61,627	95,012	117,536	581,817
Stocks, etc.	131	8,254	-	-	4,800	268,696	281,882
Other securities	24	8,225	5,828	-	2,309	101,139	117,528
Total	237,793	531,215	509,612	459,844	722,393	2,017,776	4,478,636

Note: "Due after Ten Years" includes securities with maturity dates unfixed.

(10) Loans

(Millions of Yen)

Category	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Policy loans	107,009	102,607	105,316
Policyholders loans	104,464	100,330	102,820
Premium loans	2,545	2,277	2,495
Commercial loans	1,389,592	1,410,393	1,396,930
[Loans to non-residents included]	[104,923]	[97,254]	[106,650]
Loans to corporations	972,246	971,120	972,278
[Loans to domestic corporations included]	[869,246]	[875,266]	[867,278]
Loans to Japanese government, government-related organizations and international organizations	6,101	4,168	5,071
Loans to Japanese local governments and public entities	13,428	17,171	12,944
Mortgage loans	250,890	263,470	260,867
Consumer loans	127,599	135,797	126,794
Others	19,326	18,664	18,973
Total	1,496,602	1,513,000	1,502,246

(11) Loans to Domestic Companies by Company Size

(Number, Millions of Yen, %)

Category		As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
			Percentage		Percentage		Percentage
Large-sized corporations	Number of debtors	177	73.4	182	74.0	179	72.8
	Amount	756,396	87.0	760,073	86.8	753,967	86.9
Medium-sized corporations	Number of debtors	4	1.7	4	1.6	4	1.6
	Amount	6,929	0.8	6,950	0.8	5,600	0.6
Small- and medium-sized corporations	Number of debtors	60	24.9	60	24.4	63	25.6
	Amount	105,921	12.2	108,243	12.4	107,710	12.4
Total	Number of debtors	241	100.0	246	100.0	246	100.0
	Amount	869,246	100.0	875,266	100.0	867,278	100.0

Notes:

1. Corporations are grouped as follows:

Business type	(i) All except (ii)-(iv)		(ii) Retail & restaurants		(iii) Services		(iv) Wholesalers	
Large-sized corporations	With employees more than 300, and	With a capital of 1,000 million yen or more	With more than 50 employees, and	With a capital of 1,000 million yen or more	With more than 100 employees, and	With a capital of 1,000 million yen or more	With more than 100 employees, and	With a capital of 1,000 million yen or more
Medium-sized corporations		With a capital of more than 300 million yen and less than 1,000 million yen		With a capital of more than 50 million yen and less than 1,000 million yen		With a capital of more than 50 million yen and less than 1,000 million yen		With a capital of more than 100 million yen and less than 1,000 million 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.

(12) Loans by Industry

(Millions of Yen, %)

Industry	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007		
	Amount	Percentage	Amount	Percentage	Amount	Percentage	
Domestic	Manufacturing industries	123,465	8.9	124,552	8.8	120,536	8.6
	Food products	1,641	0.1	1,641	0.1	1,641	0.1
	Textiles and clothing	2,105	0.2	3,060	0.2	1,600	0.1
	Timber and wood products	-	-	-	-	-	-
	Pulp and paper	2,336	0.2	5,640	0.4	3,680	0.3
	Printing	-	-	-	-	-	-
	Chemicals	18,959	1.4	17,384	1.2	17,234	1.2
	Oil and coal	7,187	0.5	7,062	0.5	7,125	0.5
	Ceramic and stone products	1,867	0.1	852	0.1	1,610	0.1
	Steel	36,459	2.6	39,105	2.8	36,132	2.6
	Non-steel metals	4,354	0.3	3,531	0.3	3,479	0.2
	Metal products	-	-	-	-	-	-
	Machinery	12,743	0.9	12,297	0.9	12,379	0.9
	Electric appliances	14,704	1.1	14,200	1.0	13,201	0.9
	Transportation vehicles	19,610	1.4	18,311	1.3	20,970	1.5
	Precision machinery	1,204	0.1	1,174	0.1	1,191	0.1
	Others	290	0.0	290	0.0	290	0.0
	Agriculture	-	-	-	-	-	-
	Forestry	-	-	-	-	-	-
	Fisheries	-	-	-	-	-	-
Mining	-	-	-	-	-	-	
Construction	7,232	0.5	8,094	0.6	6,159	0.4	
Electricity, gas heat supply and water supply	29,820	2.1	24,085	1.7	27,525	2.0	
Information and telecommunication	12,097	0.9	14,205	1.0	13,376	1.0	
Transportation	61,610	4.4	56,042	4.0	56,599	4.1	
Wholesalers	101,287	7.3	113,853	8.1	106,270	7.6	
Retailers	12,357	0.9	10,276	0.7	11,507	0.8	
Financial services/insurance	350,664	25.2	322,214	22.8	342,595	24.5	
Real estate	69,156	5.0	87,666	6.2	79,004	5.7	
Service companies	112,997	8.1	124,156	8.8	114,254	8.2	
Local governments	6,162	0.4	10,058	0.7	5,813	0.4	
Mortgage and consumer and others	397,816	28.6	417,932	29.6	406,635	29.1	
Total	1,284,669	92.4	1,313,138	93.1	1,290,280	92.4	
Overseas	Government organizations	1,923	0.1	1,400	0.1	1,650	0.1
	Financial institutions	7,000	0.5	7,000	0.5	7,000	0.5
	Commerce and industry companies	96,000	6.9	88,854	6.3	98,000	7.0
	Total	104,923	7.6	97,254	6.9	106,650	7.6
Grand total	1,389,592	100.0	1,410,393	100.0	1,396,930	100.0	

(13) Loans 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
Floating rates loans	25,000	80,909	57,967	70,467	24,139	45,773	304,258
Fixed rates loans	113,146	222,328	216,317	283,337	157,680	92,522	1,085,333
Total	138,147	303,238	274,285	353,805	181,820	138,295	1,389,592

(Millions of Yen)

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
Floating rates loans	54,091	46,935	56,097	56,148	31,002	51,506	295,781
Fixed rates loans	132,817	185,642	283,269	245,811	128,410	138,660	1,114,611
Total	186,908	232,577	339,367	301,960	159,413	190,166	1,410,393

(Millions of Yen)

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
Floating rates loans	46,884	56,274	55,601	57,603	23,831	52,363	292,558
Fixed rates loans	139,110	186,200	222,651	292,121	142,896	121,390	1,104,371
Total	185,994	242,475	278,253	349,724	166,728	173,753	1,396,930

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

(14) Foreign Investments

a. Investments by asset category

(i) Foreign currency denominated assets (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	640,092	60.4	627,641	55.9	584,290	57.5
Foreign stocks	98,992	9.3	132,139	11.8	124,638	12.3
Cash, deposits & others	49,705	4.7	97,380	8.7	68,047	6.7
Total	788,790	74.4	857,162	76.3	776,976	76.5

(ii) Foreign currency denominated assets of which the amount in yen is 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	-	-	-	-	-	-
Cash, deposits & others	-	-	-	-	-	-
Total	-	-	-	-	-	-

(iii) Yen-denominated assets (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 non-residents	104,923	9.9	97,254	8.7	106,650	10.5
Foreign bonds	46,770	4.4	38,517	3.4	43,194	4.3
Foreign stocks, etc.	119,379	11.3	129,793	11.6	89,380	8.8
Others	-	-	-	-	-	-
Total	271,073	25.6	265,565	23.7	239,224	23.5

(iv) Total [(i)+(ii)+(iii)] (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 investments and loans	1,059,864	100.0	1,122,728	100.0	1,016,200	100.0
Real estate held abroad, included	-	-	-	-	-	-

Note: "Foreign currency denominated assets of which the amount in yen is fixed" are assets whose amounts in yen to be received at the settlement are fixed by making exchange contracts, and are included in the Balance Sheet.

b. 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
US dollar	263,383	33.4	292,143	34.1	263,420	33.9
Euro	330,606	41.9	319,742	37.3	309,832	39.9
British pound	25,343	3.2	27,653	3.2	25,205	3.2
Canadian dollar	62,143	7.9	57,118	6.7	53,565	6.9
Swedish krona	67,775	8.6	57,799	6.7	63,414	8.2
Hong Kong dollar	39,539	5.0	102,704	12.0	61,538	7.9
Others	-	-	-	-	-	-
Total	788,790	100.0	857,162	100.0	776,976	100.0

c. Investments by region

(Millions of Yen, %)

Region	As of September 30, 2006							
	Foreign securities						Loans to non-residents	
	Foreign bonds		Foreign stocks, etc.		Amount	Percentage	Amount	Percentage
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	320,595	37.1	255,088	42.8	65,507	24.5	9,000	8.6
Europe	343,864	39.8	319,277	53.5	24,586	9.2	64,000	61.0
Oceania	-	-	-	-	-	-	-	-
Asia	37,514	4.3	-	-	37,514	14.0	-	-
Latin America	154,830	17.9	14,603	2.4	140,227	52.4	31,000	29.5
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International organizations	7,259	0.8	7,259	1.2	-	-	923	0.9
Total	864,065	100.0	596,229	100.0	267,836	100.0	104,923	100.0

(Millions of Yen, %)

Region	As of September 30, 2007							
	Foreign securities						Loans to non-residents	
	Foreign bonds		Foreign stocks, etc.		Amount	Percentage	Amount	Percentage
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	327,643	33.2	273,788	43.5	53,855	15.0	9,000	9.3
Europe	419,780	42.5	341,189	54.2	78,590	21.9	58,000	59.6
Oceania	-	-	-	-	-	-	-	-
Asia	97,985	9.9	-	-	97,985	27.3	-	-
Latin America	135,284	13.7	6,812	1.1	128,471	35.8	29,854	30.7
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International organizations	7,202	0.7	7,202	1.1	-	-	400	0.4
Total	987,895	100.0	628,992	100.0	358,902	100.0	97,254	100.0

(Millions of Yen, %)

Region	As of March 31, 2007							
	Foreign securities						Loans to non-residents	
	Foreign bonds		Foreign stocks, etc.		Amount	Percentage	Amount	Percentage
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
North America	322,582	37.3	253,006	43.5	69,575	24.7	9,000	8.4
Europe	339,437	39.3	310,396	53.3	29,041	10.3	64,000	60.0
Oceania	-	-	-	-	-	-	-	-
Asia	58,594	6.8	-	-	58,594	20.8	-	-
Latin America	136,002	15.7	11,331	1.9	124,671	44.2	33,000	30.9
Middle East	-	-	-	-	-	-	-	-
Africa	-	-	-	-	-	-	-	-
International organizations	7,082	0.8	7,082	1.2	-	-	650	0.6
Total	863,699	100.0	581,817	100.0	281,882	100.0	106,650	100.0

(15) Valuation Gains 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	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses
Trading securities	-	-	-	-	-	-

(16) Fair Value Information on Securities (with current fair value out of securities excluding trading securities)

(Millions of Yen)

Category	As of September 30, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	356,671	349,745	(6,926)	1,254	8,180
Domestic bonds	230,925	225,338	(5,587)	979	6,566
Monetary claims purchased	120,746	119,406	(1,339)	274	1,614
Certificates of deposit	5,000	5,000	0	0	-
Policy reserve matching bonds	1,783,176	1,770,604	(12,571)	4,735	17,307
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	1,932,301	2,331,226	398,924	416,312	17,388
Domestic bonds	675,613	678,982	3,369	7,881	4,512
Domestic stocks	460,015	810,728	350,713	358,171	7,458
Foreign securities	714,609	752,958	38,348	42,742	4,393
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	138,309	156,728	18,419	20,479	2,059
Other securities	59,969	66,868	6,899	7,495	596
Money claims purchased	22,094	21,687	(406)	21	427
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,072,149	4,451,576	379,426	422,302	42,876
Domestic bonds	2,689,715	2,674,925	(14,789)	13,596	28,386
Domestic stocks	460,015	810,728	350,713	358,171	7,458
Foreign securities	714,609	752,958	38,348	42,742	4,393
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	138,309	156,728	18,419	20,479	2,059
Other securities	59,969	66,868	6,899	7,495	596
Monetary claims purchased	142,840	141,094	(1,745)	296	2,042
Certificates of deposit	5,000	5,000	0	0	-
Others	-	-	-	-	-

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

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(Millions of Yen)

Category	As of September 30, 2006
Held-to-maturity securities	-
Unlisted foreign bonds	-
Others	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	6,993
Available-for-sale securities	125,686
Unlisted domestic stocks	14,769
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	110,916
Total	132,679

(Millions of Yen)

Category	As of September 30, 2007				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized	
				Gains	Losses
Held-to-maturity securities	375,912	371,816	(4,096)	1,710	5,807
Domestic bonds	237,064	233,327	(3,736)	1,063	4,800
Monetary claims purchased	136,848	136,489	(359)	646	1,006
Certificates of deposit	2,000	1,999	(0)	-	0
Policy reserve matching bonds	1,623,197	1,634,548	11,351	13,131	1,780
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,014,438	2,555,089	540,651	555,366	14,715
Domestic bonds	675,971	680,243	4,272	5,549	1,277
Domestic stocks	386,539	835,175	448,636	454,374	5,738
Foreign securities	811,116	893,537	82,420	87,903	5,482
Bonds	614,738	628,992	14,254	16,479	2,225
Stocks, etc.	196,378	264,544	68,165	71,423	3,257
Other securities	119,119	124,700	5,580	7,480	1,900
Money claims purchased	21,690	21,432	(258)	57	316
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,013,548	4,561,454	547,905	570,208	22,302
Domestic bonds	2,536,232	2,548,119	11,886	19,744	7,858
Domestic stocks	386,539	835,175	448,636	454,374	5,738
Foreign securities	811,116	893,537	82,420	87,903	5,482
Bonds	614,738	628,992	14,254	16,479	2,225
Stocks, etc.	196,378	264,544	68,165	71,423	3,257
Other securities	119,119	124,700	5,580	7,480	1,900
Monetary claims purchased	158,539	157,921	(618)	704	1,322
Certificates of deposit	2,000	1,999	(0)	-	0
Others	-	-	-	-	-

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

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(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	4,680
Available-for-sale securities	108,869
Unlisted domestic stocks	12,342
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	96,526
Total	113,550

(Millions of Yen)

Category	As of March 31, 2007				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	367,982	364,727	(3,255)	1,709	4,964
Domestic bonds	230,062	227,468	(2,594)	1,225	3,820
Monetary claims purchased	132,920	132,259	(661)	483	1,144
Certificates of deposit	5,000	4,999	(0)	-	0
Policy reserve matching bonds	1,654,986	1,660,914	5,927	10,391	4,463
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	2,011,945	2,508,936	496,990	504,915	7,924
Domestic bonds	736,526	741,429	4,902	6,553	1,650
Domestic stocks	428,171	853,871	425,699	429,036	3,336
Foreign securities	719,991	773,799	53,807	55,795	1,987
Bonds	563,924	581,817	17,893	18,747	854
Stocks, etc.	156,067	191,981	35,914	37,047	1,133
Other securities	104,600	117,528	12,927	13,506	579
Money claims purchased	22,654	22,307	(346)	23	370
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,034,914	4,534,577	499,662	517,015	17,353
Domestic bonds	2,621,575	2,629,811	8,236	18,170	9,934
Domestic stocks	428,171	853,871	425,699	429,036	3,336
Foreign securities	719,991	773,799	53,807	55,795	1,987
Bonds	563,924	581,817	17,893	18,747	854
Stocks, etc.	156,067	191,981	35,914	37,047	1,133
Other securities	104,600	117,528	12,927	13,506	579
Monetary claims purchased	155,575	154,567	(1,007)	507	1,515
Certificates of deposit	5,000	4,999	(0)	-	0
Others	-	-	-	-	-

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

*The carrying value before mark-to-market of securities without any current fair value is as follows:

(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	4,680
Available-for-sale securities	101,795
Unlisted domestic stocks	12,378
Unlisted foreign stocks	-
Unlisted foreign bonds	-
Others	89,417
Total	106,476

*The followings are total amount of unrealized gains/losses on the carrying value for the yen-valuated foreign securities out of securities without current fair value, and the securities with current fair value.

(Millions of Yen)

Category	As of September 30, 2006				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	356,671	349,745	(6,926)	1,254	8,180
Domestic bonds	230,925	225,338	(5,587)	979	6,566
Monetary claims purchased	120,746	119,406	(1,339)	274	1,614
Certificates of deposit	5,000	5,000	0	0	-
Policy reserve matching bonds	1,783,176	1,770,604	(12,571)	4,735	17,307
Stocks of subsidiaries and affiliated companies	6,993	6,993	-	-	-
Available-for-sale securities	2,057,987	2,457,103	399,115	416,504	17,389
Domestic bonds	675,613	678,982	3,369	7,881	4,512
Domestic stocks	474,785	825,498	350,713	358,171	7,458
Foreign securities	825,525	864,065	38,539	42,934	4,394
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	249,225	267,836	18,610	20,670	2,060
Other securities	59,969	66,868	6,899	7,495	596
Monetary claims purchased	22,094	21,687	(406)	21	427
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,204,829	4,584,446	379,617	422,494	42,877
Domestic bonds	2,689,715	2,674,925	(14,789)	13,596	28,386
Domestic stocks	481,778	832,491	350,713	358,171	7,458
Foreign securities	825,525	864,065	38,539	42,934	4,394
Bonds	576,299	596,229	19,929	22,263	2,333
Stocks, etc.	249,225	267,836	18,610	20,670	2,060
Other securities	59,969	66,868	6,899	7,495	596
Monetary claims purchased	142,840	141,094	(1,745)	296	2,042
Certificates of deposit	5,000	5,000	0	0	-
Others	-	-	-	-	-

(Millions of Yen)

Category	As of September 30, 2007				
	Carrying value before mark-to-market	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Held-to-maturity securities	375,912	371,816	(4,096)	1,710	5,807
Domestic bonds	237,064	233,327	(3,736)	1,063	4,800
Monetary claims purchased	136,848	136,489	(359)	646	1,006
Certificates of deposit	2,000	1,999	(0)	-	0
Policy reserve matching bonds	1,623,197	1,634,548	11,351	13,131	1,780
Stocks of subsidiaries and affiliated companies	4,680	4,680	-	-	-
Available-for-sale securities	2,123,307	2,664,596	541,288	556,102	14,814
Domestic bonds	675,971	680,243	4,272	5,549	1,277
Domestic stocks	398,882	847,518	448,636	454,374	5,738
Foreign securities	905,109	987,895	82,786	88,367	5,581
Bonds	614,738	628,992	14,254	16,479	2,225
Stocks, etc.	290,371	358,902	68,531	71,887	3,356
Other securities	121,653	127,506	5,852	7,753	1,900
Monetary claims purchased	21,690	21,432	(258)	57	316
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,127,099	4,675,642	548,543	570,944	22,401
Domestic bonds	2,536,232	2,548,119	11,886	19,744	7,858
Domestic stocks	403,563	852,199	448,636	454,374	5,738
Foreign securities	905,109	987,895	82,786	88,367	5,581
Bonds	614,738	628,992	14,254	16,479	2,225
Stocks, etc.	290,371	358,902	68,531	71,887	3,356
Other securities	121,653	127,506	5,852	7,753	1,900
Monetary claims purchased	158,539	157,921	(618)	704	1,322
Certificates of deposit	2,000	1,999	(0)	-	0
Others	-	-	-	-	-

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

(Millions of Yen)

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	367,982	364,727	(3,255)	1,709	4,964
Domestic bonds	230,062	227,468	(2,594)	1,225	3,820
Monetary claims purchased	132,920	132,259	(661)	483	1,144
Certificates of deposit	5,000	4,999	(0)	-	0
Policy reserve matching bonds	1,654,986	1,660,914	5,927	10,391	4,463
Stocks of subsidiaries and affiliated companies	4,680	4,680	-	-	-
Available-for-sale securities	2,113,741	2,611,214	497,473	505,416	7,943
Domestic bonds	736,526	741,429	4,902	6,553	1,650
Domestic stocks	440,549	866,249	425,699	429,036	3,336
Foreign securities	809,409	863,699	54,290	56,296	2,006
Bonds	563,924	581,817	17,893	18,747	854
Stocks, etc.	245,484	281,882	36,397	37,548	1,151
Other securities	104,600	117,528	12,927	13,506	579
Monetary claims purchased	22,654	22,307	(346)	23	370
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	4,141,391	4,641,537	500,146	517,517	17,371
Domestic bonds	2,621,575	2,629,811	8,236	18,170	9,934
Domestic stocks	445,230	870,930	425,699	429,036	3,336
Foreign securities	809,409	863,699	54,290	56,296	2,006
Bonds	563,924	581,817	17,893	18,747	854
Stocks, etc.	245,484	281,882	36,397	37,548	1,151
Other securities	104,600	117,528	12,927	13,506	579
Monetary claims purchased	155,575	154,567	(1,007)	507	1,515
Certificates of deposit	5,000	4,999	(0)	-	0
Others	-	-	-	-	-

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

(17) Fair Value Information on Monetary Trusts

The Company did not have any balances of monetary trusts as of September 30, 2007 and 2006, and March 31, 2007.

(18) Fair Value Information on Real Estate

(Millions of Yen)

Category	As of September 30, 2006					As of September 30, 2007				
	Carrying value	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses		Carrying value	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses				Gains	Losses
Land	99,929	96,212	(3,717)	8,153	11,870	98,867	111,837	12,969	22,520	9,550
Leasehold	156	106	(49)	11	61	156	112	(44)	12	56
Total	100,086	96,318	(3,767)	8,164	11,931	99,024	111,949	12,925	22,532	9,607

Category	As of March 31, 2007				
	Carrying value	Current fair value	Net unrealized gains/losses	Net unrealized gains/losses	
				Gains	Losses
Land	98,452	110,141	11,688	21,279	9,590
Leasehold	156	117	(39)	12	51
Total	98,609	110,258	11,649	21,291	9,642

Note: Current fair value are calculated based on the appraisal prices and posted prices.

(19) Fair Value Information on Derivative Transactions
(total transactions which hedge accounting applied and not applied)

(i) Breakdown of net gains/losses (breakdown of transactions which hedge accounting applied and not applied)

(Millions of Yen)

Category	As of September 30, 2006					
	Interest-rate-	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(682)	(8,450)	-	-	-	(9,133)
Hedge accounting not applied	-	(816)	-	-	-	(816)
Total	(682)	(9,267)	-	-	-	(9,950)

Note: Accrued interest of interest-related net gains/losses applied hedge accounting [91 million yen], net gains/losses with fair value hedge accounting [currency-related: (8,450) million yen], and net gains/losses not applied hedge accounting are recorded on the statement of operations.

Category	As of September 30, 2007					
	Interest-rate-	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(735)	(1,680)	(670)	-	-	(3,086)
Hedge accounting not applied	-	147	-	-	-	147
Total	(735)	(1,532)	(670)	-	-	(2,938)

Note: Accrued interest of interest-related net gains/losses applied hedge accounting [60 million yen], net gains/losses with fair value hedge accounting [currency-related: (1,680) million yen; stock-related: (670) million yen], and net gains/losses not applied hedge accounting are recorded on the statement of operations.

Category	As of March 31, 2007					
	Interest-rate-	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	(733)	(3,562)	-	-	-	(4,295)
Hedge accounting not applied	-	(250)	-	-	-	(250)
Total	(733)	(3,812)	-	-	-	(4,546)

Note: Accrued interest of interest-related net gains/losses applied hedge accounting [69 million yen], net gains/losses with fair value hedge accounting [currency-related: (3,562) million yen], and net gains/losses not applied hedge accounting are recorded on the statement of operations.

(ii) Interest-rate-related derivative transactions

(Millions of Yen)

Category	Type	As of September 30, 2006			As of September 30, 2007			As of March 31, 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)	Contracted value or notional principal amount	Current market or fair value	Valuation gains (losses)	
											Over 1 year
OTC	Interest rate swaps Receipts fixed, payments floating	144,598	133,033	(682)	155,816	114,332	(735)	146,024	116,235	(733)	(733)
	Total			(682)			(735)				(733)

Note: Valuation gains(losses) indicates the current market or fair value.

(Reference) Balance of notional principal of interest rate swapping by term to maturity

(Millions of Yen)

Type	As of September 30, 2006						
	1 year or shorter	1 year to 3 years	3 year to 5 years	5 year to 7 years	7 year to 10 years	Over 10 years	Total
Receipts fixed, payments floating	11,565	49,971	37,348	35,400	10,312	-	144,598
Average rate received	1.21%	1.15%	1.53%	1.55%	1.79%	-	1.40%
Average rate paid	0.64%	0.74%	0.97%	0.84%	0.64%	-	0.81%

Type	As of September 30, 2007						
	1 year or shorter	1 year to 3 years	3 year to 5 years	5 year to 7 years	7 year to 10 years	Over 10 years	Total
Receipts fixed, payments floating	41,484	27,780	37,195	36,937	12,420	-	155,816
Average rate received	1.15%	1.38%	1.55%	1.65%	1.81%	-	1.46%
Average rate paid	1.20%	1.41%	1.28%	1.32%	1.18%	-	1.28%

Type	As of March 31, 2007						
	1 year or shorter	1 year to 3 years	3 year to 5 years	5 year to 7 years	7 year to 10 years	Over 10 years	Total
Receipts fixed, payments floating	29,789	35,836	35,453	34,500	10,445	-	146,024
Average rate received	1.06%	1.36%	1.61%	1.52%	1.80%	-	1.43%
Average rate paid	0.73%	1.20%	1.07%	1.05%	0.89%	-	1.01%

(iii) Currency-related derivative transactions

(Millions of Yen)

Category	Type	As of September 30, 2006			As of September 30, 2007			As of March 31, 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)	Contracted value or notional principal amount	Current market or fair value	Valuation gains (losses)			
											Over 1 year	Over 1 year	Over 1 year
OTC	Exchange contract												
	Sold	439,793	-	449,061	(9,267)	429,497	-	431,030	(1,532)	376,822	-	380,635	(3,812)
	US dollar	91,988	-	95,300	(3,312)	171,928	-	169,630	2,298	81,551	-	80,725	826
	Euro	241,818	-	245,460	(3,641)	172,749	-	175,079	(2,329)	201,479	-	205,728	(4,248)
	British pound	9,948	-	10,093	(144)	10,704	-	10,378	325	9,727	-	9,599	128
	Canadian dollar	47,635	-	49,066	(1,431)	26,791	-	27,690	(899)	37,481	-	37,602	(121)
	Swedish krona	48,401	-	49,139	(738)	47,306	-	48,233	(927)	46,582	-	46,979	(397)
	HongKong dollar	0	-	0	(0)	17	-	17	(0)	-	-	-	-
	Bought	-	-	-	-	0	-	0	0	-	-	-	-
US dollar	-	-	-	-	0	-	0	0	-	-	-	-	
	Total				(9,267)				(1,532)				(3,812)

Notes: 1. Exchange rate as of the end of each fiscal year is used for futures rate .

2. This disclosure excludes foreign-currency-dominated monetary receivables and payables which are recorded in yen in the balance sheet, for the reason the settlement amount in yen is fixed based on the exchange contract.

3. Valuation gains/losses indicates the difference between the contracted amount and the current fair value in futures transaction and forward agreements.

(iv) Stock-related derivative transactions

(Millions of Yen)

Category	Type	As of September 30, 2006			As of September 30, 2007			As of March 31, 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)	Contracted value or notional principal amount	Current market or fair value	Valuation gains (losses)		
											Over 1 year	Over 1 year
OTC	Stock index options											
	Bought	-	-	-	19,001	-	19,672	(670)	-	-	-	-
	Total							(670)				

(v) Bond-related derivative transactions

The Company did not have any balances as of September 30, 2007 and 2006, and March 31, 2007.

(vi) Others

The Company did not have any balances as of September 30, 2007 and 2006, and March 31, 2007.

4. 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
	Amount	Amount	Amount
Individual variable insurance	6,665	6,914	6,822
Individual variable annuities	-	-	-
Group annuities	-	-	-
Total of separate account	6,665	6,914	6,822

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

a. 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)	307	339	287	312	298	323
Variable insurance (whole-life)	533	1,708	525	1,498	529	1,504
Total	840	2,047	812	1,810	827	1,827

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	316	4.7	225	3.3	203	3.0
Securities	6,317	94.8	6,659	96.3	6,574	96.4
Domestic bonds	1,783	26.8	1,965	28.4	1,978	29.0
Domestic stocks	2,376	35.6	2,344	33.9	2,336	34.3
Foreign securities	2,158	32.4	2,349	34.0	2,259	33.1
Foreign bonds	752	11.3	775	11.2	771	11.3
Stocks, etc.	1,405	21.1	1,573	22.8	1,487	21.8
Other securities	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Others	31	0.5	29	0.4	43	0.6
Reserve for possible loan losses	-	-	-	-	-	-
Total	6,665	100.0	6,914	100.0	6,822	100.0

c. Net investment gains/losses

(Millions of Yen)

Category	Six Months Ended September 30, 2006	Six Months Ended September 30, 2007	Year Ended March 31, 2007
	Amount	Amount	Amount
Interests, dividends and income from real estate for rent	60	69	120
Gains on sale of securities	65	80	187
Gains on redemption of securities	-	-	-
Valuation gains on securities	1,226	1,321	1,325
Foreign exchange gains, net	0	0	1
Gains from derivatives, net	-	-	-
Other investment income	0	0	0
Losses on sale of securities	30	28	57
Amortization of securities	-	-	-
Devaluation losses on securities	1,331	1,329	1,319
Foreign exchange losses, net	0	1	1
Losses from derivatives, net	-	-	-
Other investment expenses	0	0	0
Net investment gains/losses	(10)	114	256

d. 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	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses	Current Fair Value and Carrying Value	Net valuation gains/losses
Trading securities	6,317	(105)	6,659	(8)	6,574	5

e. Fair value information on monetary trusts

The Company did not have any balances of monetary trusts as of September 30, 2007 and 2006, and March 31, 2007.

f. Fair value information on derivative transactions

Interest-rate-related derivative transactions	} The Company did not have any balances of these transactions as of September 30, 2007 and 2006, and March 31, 2007.
Currency-related derivative transactions	
Stock-related derivative transactions	
Bond-related derivative transactions	
Others	

(3) Status of Individual Variable Annuities (Separate Accounts)

The Company did not have any balances of individual variable annuities separate accounts as of September 30, 2007 and 2006, and March 31, 2007.

5. Reconciliation to Core Profit and Ordinary Profit

(1) Reconciliation to Core Profit

(Millions of Yen)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Core Revenues	476,169	468,865	952,099
Income from Insurance Premiums	363,388	330,321	705,582
Insurance premiums	363,258	330,267	705,293
Ceded reinsurance recoveries	130	53	289
Investment Income	69,138	73,431	137,670
Interest, dividends and income from real estate for rent	69,054	73,181	137,257
Other investment income	83	136	155
Gains on separate accounts, net	-	114	256
Other Ordinary Income	43,642	65,111	108,846
Income related to withheld insurance claims and other payments for future annuity payments	457	150	705
Income due to withheld insurance payments	11,879	12,353	30,808
Reversal of reserve for outstanding claims	-	113	-
Reversal of policy reserves (except contingency reserve)	29,869	51,222	74,323
Reversal of reserve for employees' retirement benefits	199	-	809
Other ordinary profit	1,235	1,271	2,199
Other Core Revenues	0	-	0
Core Expenses	448,447	438,323	898,114
Insurance Claims and Other Payments	386,532	376,745	772,881
Insurance claims	197,175	175,327	383,215
Annuity payments	64,023	69,755	128,527
Insurance benefits	51,171	52,088	105,102
Surrender payments	47,940	45,391	95,662
Other payments	26,080	34,054	60,111
Reinsurance payments	141	127	262
Provision for Policy and Other Reserves	767	47	1,731
Investment Expenses	4,229	4,022	8,117
Interest expense	810	865	1,624
Provision for general reserve for possible loan losses	-	225	(35)
Depreciation of real estate for rent	1,223	1,207	2,485
Other investment expenses	2,185	1,724	4,044
Losses on separate accounts, net	10	-	-
Operating Expenses	39,558	38,299	78,811
Other Ordinary Expenses	17,359	19,207	36,572
Payments related to withheld insurance claims	11,297	12,457	24,496
Taxes	2,475	2,344	4,868
Depreciation	2,610	2,566	5,199
Provision for reserve for employees' retirement benefits	-	85	-
Other ordinary losses	976	1,753	2,007
Other Core Expenses	-	-	-
Core Profit	27,721	30,542	53,984

(2) Reconciliation to Ordinary Profit

(Millions of Yen)

Category	Six months ended September 30, 2006	Six months ended September 30, 2007	Year ended March 31, 2007
Core profit (A)	27,721	30,542	53,984
Capital gains	47,219	35,485	74,223
Gains from monetary trusts, net	-	-	-
Gains on investments in trading securities, net	-	-	-
Gains on sale of securities	47,202	35,403	74,223
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	17	81	-
Others	-	-	-
Capital losses	30,479	31,635	61,520
Losses from monetary trusts, net	-	-	-
Losses on investments in trading securities, net	-	-	-
Losses on sale of securities	21,598	16,818	45,329
Devaluation losses on securities	22	4,465	99
Losses from derivatives, net	8,858	10,351	15,668
Foreign exchange losses, net	-	-	422
Others	-	-	-
Total capital gains/losses (B)	16,739	3,849	12,703
Core profit reflecting capital gains/losses (A) + (B)	44,461	34,391	66,687
Other one-time gains	-	831	-
Ceding reinsurance recoveries	-	-	-
Reversal of contingency reserve	-	831	-
Others	-	-	-
Other one-time losses	4,730	13	15,024
Reinsurance premiums	-	-	-
Provision for contingency reserve	4,722	-	14,304
Provision for specific reserve for possible loans losses	-	3	720
Provision for specific reserve for loans to refinancing countries	-	-	-
Write-off of loans	8	10	-
Others	-	-	-
Other one-time gains/losses (C)	(4,730)	817	(15,024)
Ordinary profit (A) + (B) + (C)	39,731	35,209	51,662

Notes: 1. As regards six months ended September 30, 2006, income gains of 0 million yen on gains from monetary trusts are included in other core expenses of core profit instead of gains from monetary trusts, net.
2. As regards year ended March 31, 2007, income gains of 0 million yen on gains from monetary trusts are included in other core revenues of core profit instead of gains from monetary trusts, net.

6. Disclosed Claims under the Insurance Business Law

(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 a	702	577	557
Claims with collection risk b	0	1,022	1,004
Claims for special attention c	4,150	4,346	4,198
Sub total a + b + c	4,854	5,945	5,760
% of Total	0.32%	0.39%	0.38%
Claims against normal obligors d	1,497,067	1,512,586	1,501,481
Total a + b + c + d	1,501,921	1,518,532	1,507,242

- 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.

7. Risk Monitored Loans (Under the Insurance Business Law)

(Millions of Yen)

Category	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Loans to bankrupt companies a	430	343	336
Past due loans b	272	1,254	1,225
Loans overdue for three months or more c	4,109	4,315	4,165
Restructured loans d	40	30	32
Total a + b + c + d	4,854	5,945	5,760
% of total loans =e	0.32%	0.39%	0.38%

- 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, 2007 was 130 million yen. Past due loans decreased due to write-offs in the amounts of 8 million yen and 10 million yen as of September 30, 2006 and September 30, 2007, respectively.
 2. Loans to bankrupt companies are loans to obligors that are subject to bankruptcy, corporate reorganization, or rehabilitation or other similar proceedings on which a 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 obligor) on which a company has stopped accruing interest based on self-assessment.
 4. Loans overdue for three months or more are loans, other than the loans described in Note 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 Note 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 obligor for purposes of restructuring or supporting the obligor.

(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	1,431	1,672	1,447
Specific reserve for possible loan losses	200	920	916
Specific reserve for loans to refinancing countries	-	-	-
Total	1,632	2,592	2,364

(2) Specific Reserve for Possible Loan Losses

(Millions of Yen)

Category	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Transfer	200	920	916
Reversal	196	916	196
Net transfer	3	3	720

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	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Write-off of loans	8	10	-

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

(Reference) Self-Assessment of Loans

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

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

Taiyo 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 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	1,482,617	1,482,814	1,471,748	1,472,663	1,485,628	1,486,542
Class II	19,107	19,107	45,768	45,768	20,600	20,600
Class III	196	0	1,014	100	1,013	100
Class IV	8	-	10	-	0	-
Total exposures	1,501,929	1,501,921	1,518,542	1,518,532	1,507,242	1,507,242

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.

8. 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)	787,501	952,193	895,485
Net assets (less certain items)	161,971	161,075	154,776
Reserve for price fluctuations	29,437	52,959	42,563
Contingency reserve	75,966	84,718	85,549
Reserve for possible loan losses	1,431	1,672	1,447
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent, if gains; x 100 per cent, if losses)	359,203	487,159	447,726
Net unrealized gains (losses) on real estate (x 85 per cent, if gains; x 100 per cent, if losses)	(40,164)	(24,163)	(26,065)
Excess of amount of policy surrender payment	66,723	56,857	61,285
Unallotted portion of reserve for policyholder dividends	22,458	21,527	21,374
Future profits	6,339	6,757	6,757
Deferred tax assets	49,134	48,628	45,069
Subordinated debt	55,000	55,000	55,000
Deductible items	-	-	-
Total risk $\left[(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2 \right]^{1/2} + R_4$ (B)	154,921	165,029	162,744
Insurance risk R_1	37,080	27,453	37,068
Assumed investment yield risk R_2	24,109	23,359	23,727
Investment risk R_3	122,501	133,851	130,785
Business risk R_4	3,674	3,853	3,831
Minimum guarantee risk R_7	19	16	16
3rd sector insurance risk R_8	-	8,007	-
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,016.6%	1,153.9%	1,100.4%

Notes: 1. Figures were calculated on the basis of the provisions of Articles 86 and 87 of the Enforcement Ordinance of Insurance Business Law as well as Notification No. 50 of 1996 by the Ministry of Finance. Figures and considered appropriate by the Company.

2. "Net assets (less certain items)" represents net assets on the balance sheet less total valuation and translation adjustments, and estimated appropriation paid in cash.

3. The figures of "minimum guarantee risks" were calculated on the basis of the regulatory standard.

4. "3rd sector insurance risk" is separated from "insurance risk" since the fiscal year ending March 31, 2008 according to the FSA regulation.

9. Adjusted Net Assets

(Millions of Yen)

Item	As of September 30, 2006	As of September 30, 2007	As of March 31, 2007
Adjusted net assets	686,278	893,331	834,661

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