

## **Supplementary Materials for the Three Months Ended June 30, 2009**

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# 1. Business Highlights

## (1) Total Policy Amount in Force

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

Category	As of June 30, 2008		As of June 30, 2009						As of March 31, 2009	
	Number	Amount	Number			Amount			Number	Amount
			Change (%)	Change from PFE (%)	Change (%)	Change from PFE (%)				
Individual insurance	221	14,928	198	89.5	97.6	12,872	86.2	96.8	202	13,303
Individual annuities	113	7,383	153	135.2	105.3	8,747	118.5	110.8	145	7,896
Individual variable annuities	79	6,182	121	152.2	107.2	7,616	123.2	112.9	113	6,749
Subtotal	334	22,311	351	105.0	100.8	21,619	96.9	102.0	348	21,200
Group insurance	-	1	-	-	-	1	84.0	94.0	-	1
Group annuities	-	353	-	-	-	288	81.6	94.7	-	304

Notes:

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

## (2) New Policy Amount

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

Category	Three Months Ended June 30, 2008					
	Number	Change (%)	Amount		New policies	Increase from conversion
			Change (%)	Change (%)		
Individual insurance	-	-	-	-	-	-
Individual annuities	1	38.2	126	34.8	126	-
Individual variable annuities	1	38.2	126	34.8	126	-
Subtotal	1	38.2	126	34.8	126	-
Group insurance	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-

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

Category	Three Months Ended June 30, 2009					
	Number	Change (%)	Amount		New policies	Increase from conversion
			Change (%)	Change (%)		
Individual insurance	-	-	-	-	-	-
Individual annuities	8	488.2	482	381.9	482	-
Individual variable annuities	8	488.2	482	381.9	482	-
Subtotal	8	488.2	482	381.9	482	-
Group insurance	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-

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

Category	Year Ended March 31, 2009					
	Number	Change (%)	Amount		New policies	Increase from conversion
			Change (%)	Change (%)		
Individual insurance	-	-	-	-	-	-
Individual annuities	37	304.3	2,162	231.6	2,162	-
Individual variable annuities	37	304.3	2,162	231.6	2,162	-
Subtotal	37	304.3	2,162	231.6	2,162	-
Group insurance	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-

Notes:

1. There is no conversion plan from FY2001.
2. The new policy amount for individual annuity is equal to the initial premium payment for individual variable annuities.

### (3) Annualized Premiums

#### 1) Policies in force

Category	As of June 30, 2008	As of June 30, 2009			(Millions of yen, %) As of March 31, 2009
	Amount	Amount	Change (%)	Change from PFE (%)	Amount
Individual insurance	24,681	21,617	87.6	96.9	22,316
Individual annuities	74,970	121,115	161.6	107.8	112,342
Total	99,652	142,733	143.2	106.0	134,658
3rd Sector	5,899	5,347	90.6	97.2	5,500

#### 2) New policies

Category	Three Months Ended June 30, 2008		Three Months Ended June 30, 2009		(Millions of yen, %) Year Ended March 31, 2009	
	Amount	Change (%)	Amount	Change (%)	Amount	Change (%)
Individual insurance	-	-	-	-	-	-
Individual annuities	1,717	34.3	9,346	544.1	41,284	324.1
Total	1,717	34.3	9,346	544.1	41,284	324.1
3rd Sector	-	-	-	-	-	-

Notes:

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

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

Category	Three Months Ended June 30, 2008				Three Months Ended June 30, 2009				Year Ended March 31, 2009	
	Number		Amount		Number		Amount		Number	Amount
		Change (%)		Change (%)		Change (%)		Change (%)		
Individual insurance	3	80.0	311	82.3	2	86.3	262	84.4	13	1,156
Individual annuities	0	67.8	58	54.7	0	67.4	24	41.8	2	196
Total	4	77.8	369	76.3	3	83.3	286	77.7	15	1,353

#### (5) Surrender and Lapse Rate

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

Category	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009	(%) Year Ended March 31, 2009
Individual insurance	2.02	1.97	7.50
Individual annuities	0.81	0.31	2.73
Total	1.63	1.35	5.98

Note: Surrender and lapse rate for the three months ended June 30, 2008 and 2009 are not annualized.

## 2. Status of General Account Assets

### (1) Asset Composition

(Millions of yen, %)

Category	As of June 30, 2008		As of June 30, 2009		As of March 31, 2009	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
Cash and deposits, call loans	32,675	7.3	22,150	4.5	28,806	5.6
Securities repurchased under resale agreements	-	-	-	-	-	-
Pledged money for bond borrowing transaction	-	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-	-
Securities under proprietary accounts	-	-	-	-	-	-
Monetary trusts	27,204	6.1	51,849	10.6	64,612	12.7
Securities	358,259	79.7	376,771	76.9	378,201	74.1
Domestic bonds	354,387	78.9	376,195	76.8	377,658	74.0
Domestic stocks	183	0.0	180	0.0	182	0.0
Foreign securities	54	0.0	17	0.0	17	0.0
Bonds	-	-	-	-	-	-
Stocks, etc.	54	0.0	17	0.0	17	0.0
Other securities	3,633	0.8	378	0.1	341	0.1
Loans	7,032	1.6	6,501	1.3	6,657	1.3
Policy loans	6,992	1.6	6,474	1.3	6,627	1.3
Commercial loans	39	0.0	26	0.0	29	0.0
Property and equipment	295	0.1	272	0.1	278	0.1
Deferred tax asset	8,844	2.0	15,962	3.3	16,538	3.2
Deferred tax asset concerning revaluation	-	-	-	-	-	-
Other assets	15,076	3.4	16,355	3.3	15,535	3.0
Reserve for possible loan losses	(69)	(0.0)	(4)	(0.0)	(5)	(0.0)
Total assets	449,318	100.0	489,857	100.0	510,624	100.0
Foreign currency denominated assets	54	0.0	17	0.0	17	0.0

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

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

#### a. Securities with market value

(Millions of yen)

Category	As of June 30, 2008				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	270,253	270,972	718	1,535	(817)
Domestic bonds	270,253	270,972	718	1,535	(817)
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	89,500	87,630	(1,869)	5	(1,874)
Domestic bonds	85,952	84,133	(1,819)	3	(1,823)
Domestic stocks	-	-	-	-	-
Foreign securities	53	54	1	1	-
Bonds	-	-	-	-	-
Stocks, etc.	53	54	1	1	-
Other securities	3,494	3,442	(51)	-	(51)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
Total	359,754	358,603	(1,150)	1,540	(2,691)
Domestic bonds	356,206	355,106	(1,100)	1,539	(2,640)
Domestic stocks	-	-	-	-	-
Foreign securities	53	54	1	1	-
Bonds	-	-	-	-	-
Stocks, etc.	53	54	1	1	-
Other securities	3,494	3,442	(51)	-	(51)
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

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

(Millions of yen)

Category	As of June 30, 2008
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	374
Unlisted domestic stocks (excluding over-the-counter stocks)	183
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	190
Total	374

**a. Securities with market value**

(Millions of yen)

Category	As of June 30, 2009				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	286,719	291,003	4,284	4,421	(137)
Domestic bonds	286,719	291,003	4,284	4,421	(137)
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	90,765	89,807	(958)	71	(1,029)
Domestic bonds	90,475	89,476	(999)	29	(1,028)
Domestic stocks	-	-	-	-	-
Foreign securities	17	17	(0)	0	(1)
Bonds	-	-	-	-	-
Stocks, etc.	17	17	(0)	0	(1)
Other securities	271	313	41	41	-
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>	<b>377,484</b>	<b>380,810</b>	<b>3,325</b>	<b>4,493</b>	<b>(1,167)</b>
Domestic bonds	377,195	380,480	3,284	4,451	(1,166)
Domestic stocks	-	-	-	-	-
Foreign securities	17	17	(0)	0	(1)
Bonds	-	-	-	-	-
Stocks, etc.	17	17	(0)	0	(1)
Other securities	271	313	41	41	-
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

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

(Millions of yen)

Category	As of June 30, 2009
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	245
Unlisted domestic stocks (excluding over-the-counter stocks)	180
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	65
<b>Total</b>	<b>245</b>

**a. Securities with market value**

(Millions of yen)

Category	As of March 31, 2009				
	Cost/ carrying value before mark-to-market	Current fair value	Net unrealized gains (losses)		
				Gains	Losses
Held-to-maturity securities	289,787	294,032	4,244	4,572	(328)
Domestic bonds	289,787	294,032	4,244	4,572	(328)
Foreign bonds	-	-	-	-	-
Monetary claims purchased	-	-	-	-	-
Policy reserve matching bonds	-	-	-	-	-
Stocks of subsidiaries and affiliated companies	-	-	-	-	-
Available-for-sale securities	89,406	88,160	(1,246)	21	(1,267)
Domestic bonds	89,116	87,870	(1,246)	21	(1,267)
Domestic stocks	-	-	-	-	-
Foreign securities	17	17	-	-	-
Bonds	-	-	-	-	-
Stocks, etc.	17	17	-	-	-
Other securities	271	271	-	-	-
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-
<b>Total</b>	<b>379,194</b>	<b>382,193</b>	<b>2,998</b>	<b>4,594</b>	<b>(1,595)</b>
Domestic bonds	378,904	381,903	2,998	4,594	(1,595)
Domestic stocks	-	-	-	-	-
Foreign securities	17	17	-	-	-
Bonds	-	-	-	-	-
Stocks, etc.	17	17	-	-	-
Other securities	271	271	-	-	-
Monetary claims purchased	-	-	-	-	-
Certificates of deposit	-	-	-	-	-
Others	-	-	-	-	-

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

(Millions of yen)

Category	As of March 31, 2009
Held-to-maturity securities	-
Unlisted foreign bonds	-
Other securities	-
Policy reserve matching bonds	-
Stocks of subsidiaries and affiliated companies	-
Available-for-sale securities	252
Unlisted domestic stocks (excluding over-the-counter stocks)	182
Unlisted foreign stocks (excluding over-the-counter stocks)	-
Unlisted foreign bonds	-
Others	69
<b>Total</b>	<b>252</b>

## 2) Fair value information on monetary trusts

(Millions of yen)

Category	As of June 30, 2008				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts	27,204	27,204	-	-	-

(Millions of yen)

Category	As of June 30, 2009				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts	51,849	51,849	-	-	-

(Millions of yen)

Category	As of March 31, 2009				
	Carrying value	Current fair value	Net unrealized gains (losses)		
			Gains	Losses	
Monetary trusts	64,612	64,612	-	-	-

### a. Monetary trusts for investment

(Millions of yen)

Category	As of June 30, 2008		As of June 30, 2009		As of March 31, 2009	
	Carrying value	Net valuation gains (losses)	Carrying value	Net valuation gains (losses)	Carrying value	Net valuation gains (losses)
Monetary trusts for investment	27,204	(4,648)	51,849	(14,571)	64,612	22,966

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

The Company held no monetary trusts for held-to-maturity, policy reserve matching securities and others as of June 30, 2008 and 2009 as well as March 31, 2009.

## 3) Fair value information on real estate

The Company held no real estate as of June 30, 2008 and 2009 as well as March 31, 2009.

## 4) Fair value information on derivative transactions

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

(Millions of yen)

Category	As of June 30, 2008					
	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	-	-	-	-	-	-
Hedge accounting not applied	-	(1,607)	5,785	-	-	4,178
Total	-	(1,607)	5,785	-	-	4,178

(Millions of yen)

Category	As of June 30, 2009					
	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	-	-	-	-	-	-
Hedge accounting not applied	-	305	16,916	-	-	17,221
Total	-	305	16,916	-	-	17,221

(Millions of yen)

Category	As of March 31, 2009					
	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	-	-	-	-	-	-
Hedge accounting not applied	-	(16)	31,809	-	-	31,793
Total	-	(16)	31,809	-	-	31,793

### b. Interest-related transactions

The Company held no interest-related derivative instruments as of June 30, 2008 and 2009 as well as March 31, 2009.

### c. Currency-related transactions

Category	As of June 30, 2008			As of June 30, 2009			As of March 31, 2009					
	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)
		Over 1 Year				Over 1 Year				Over 1 Year		
Foreign exchange contracts												
Sold:												
Call	-	-			-	-			-	-		
Put	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]
Bought:												
Call	-	-			-	-			-	-		
Put	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]
U.S. dollar	33,034	29,224			29,353	25,337			30,812	26,873		
Euro	[4,467]	[4,214]	[2,859]	[(1,607)]	[4,240]	[3,891]	[4,546]	[305]	[4,339]	[4,024]	[4,323]	[(16)]
U.S. dollar	20,002	17,647			17,691	15,214			18,473	16,035		
Euro	[2,943]	[2,771]	[2,142]	[(800)]	[2,781]	[2,544]	[2,886]	[105]	[2,838]	[2,621]	[2,354]	[(483)]
Euro	13,031	11,577			11,662	10,123			12,339	10,838		
Euro	[1,523]	[1,442]	[717]	[(806)]	[1,459]	[1,347]	[1,659]	[200]	[1,500]	[1,403]	[1,968]	[467]
<b>Total</b>				(1,607)				305				(16)

Note: Parenthesized figures are option premiums.

### d. Stock-related transactions

Category	As of June 30, 2008			As of June 30, 2009			As of March 31, 2009					
	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)	Contracted value or notional principal amount		Current market or fair value	Valuation gains (losses)
		Over 1 Year				Over 1 Year				Over 1 Year		
Stock indexed options												
Sold:												
Call	-	-			-	-			-	-		
Put	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]
Bought:												
Call	-	-			-	-			-	-		
Put	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]	[ - ]
Nikkei 225	111,198	104,504			146,503	138,918			142,090	134,688		
S&P500	[16,038]	[15,546]	[21,824]	[5,785]	[27,235]	[26,470]	[44,151]	[16,916]	[25,930]	[25,213]	[57,739]	[31,809]
DJES50	94,205	87,783			104,388	97,396			103,280	96,399		
MSCI KOKUSAI	[12,612]	[12,144]	[17,249]	[4,637]	[15,655]	[14,996]	[29,192]	[13,537]	[15,299]	[14,675]	[40,635]	[25,335]
S&P500	11,034	10,855			9,470	9,297			9,503	9,331		
DJES50	[2,044]	[2,029]	[2,812]	[768]	[1,775]	[1,755]	[4,547]	[2,771]	[1,779]	[1,760]	[5,097]	[3,318]
DJES50	5,958	5,865			5,042	4,955			5,060	4,972		
MSCI KOKUSAI	[1,382]	[1,372]	[1,762]	[380]	[1,184]	[1,170]	[2,751]	[1,567]	[1,185]	[1,173]	[3,285]	[2,099]
MSCI KOKUSAI	-	-			27,602	27,269			24,245	23,985		
MSCI KOKUSAI	[ - ]	[ - ]	[ - ]	[ - ]	[8,620]	[8,546]	[7,660]	[(959)]	[7,665]	[7,604]	[8,720]	[1,055]
<b>Total</b>				5,785				16,916				31,809

Note: Parenthesized figures are option premiums.

**e. Bond-related transactions**

The Company held no bond-related derivative instruments as of June 30, 2008 and 2009 as well as March 31, 2009.

**f. Others**

The Company held no other derivative instruments as of June 30, 2008 and 2009 as well as March 31, 2009.

**3. Status of Separate Account Assets****(1) Balance of Separate Account Assets**

(Millions of yen)

Category	As of June 30, 2008		As of June 30, 2009		As of March 31, 2009	
	Number	Amount	Number	Amount	Number	Amount
Individual variable insurance		2,609		2,094		1,973
Individual variable annuities		609,697		747,793		660,113
Total		612,306		749,887		662,086

**(2) Total Number of Policies and Total Policy Amount in Force****1) Individual variable insurance**

(Number: Thousands, Millions of yen)

Category	As of June 30, 2008		As of June 30, 2009		As of March 31, 2009	
	Number	Amount	Number	Amount	Number	Amount
Variable insurance (term life)	0	15	0	15	0	15
Variable insurance (whole life)	3	11,874	2	11,603	2	11,655
Total	3	11,890	2	11,618	2	11,670

**2) Individual variable annuities**

(Number: Thousands, Millions of yen)

Category	As of June 30, 2008		As of June 30, 2009		As of March 31, 2009	
	Number	Amount	Number	Amount	Number	Amount
Individual variable annuities	79	618,248	121	761,668	113	674,933
Total	79	618,248	121	761,668	113	674,933

## 4. Reconciliation to Core Profit and Ordinary Profit

### (1) Reconciliation to Core Profit

(Millions of yen)

Category	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009	Year Ended March 31, 2009
Core revenues	41,806	103,735	260,862
Income from insurance premiums	19,491	54,456	245,750
Insurance premiums	19,250	53,311	240,483
Ceded reinsurance recoveries	240	1,144	5,266
Investment income	19,533	47,048	4,201
Interest, dividends and income from real estate for rent	1,027	958	4,129
Gains on redemption of securities	-	-	-
Other investment income	0	0	72
Gains on separate accounts, net	18,505	46,090	-
Other ordinary income	2,781	2,229	10,910
Income related to withheld insurance claims and other payments for future annuity payments	1,862	1,969	9,256
Income due to withheld insurance payment	34	32	200
Reversal of reserve for outstanding claims	638	-	1,439
Reversal of policy reserves (except contingency reserve)	-	-	-
Reversal of reserve for employees' retirement benefits	217	226	-
Other ordinary income	29	0	13
Other core revenues	-	-	-
Core expenses	39,414	88,082	301,698
Insurance claims and other payments	20,601	17,083	86,315
Insurance claims	4,009	3,433	18,260
Annuity payments	1,452	1,484	6,161
Insurance benefits	4,082	4,395	18,237
Surrender payments	8,291	4,604	29,003
Other payments	2,126	2,189	11,538
Reinsurance premiums	637	976	3,112
Provision for policy and other reserves	15,345	66,806	93,671
Investment expenses	6	8	102,617
Interest expenses	0	0	5
Losses on redemption of securities	-	-	-
Provision for general reserve for possible loan losses	-	-	-
Depreciation of real estate for rent	-	-	-
Other investment expenses	5	8	77
Losses on separate accounts, net	-	-	102,534
Operating expenses	2,935	3,580	16,078
Other ordinary expenses	525	603	3,015
Payments related to withheld insurance claims	202	125	603
Taxes	162	317	1,576
Depreciation	158	149	656
Provision for reserve for employees' retirement benefits	-	-	113
Other ordinary losses	1	10	65
Other core expenses	-	-	-
Core profit	2,391	15,652	(40,836)

## [Reference] Negative Spread

(Millions of yen)

Category	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009	Year Ended March 31, 2009
Amount of negative spread	967	915	3,651
Investment yield on core profit	1.03%	0.91%	1.00%
Average assumed investment yield	2.00%	1.79%	1.89%
Individual insurance and annuities	2.13%	1.87%	1.99%
Policy reserve in general accounts	396,374	415,837	410,953

Notes:

1. Negative spread calculations:

a) For the three months ended June 30, 2008 and 2009 are calculated by the following method:

(Investment yield on core profit - Average assumed investment yield) x Policy reserve in general accounts x 1/4

b) For the year the ended March 31, 2009 is calculated by the following method:

(Investment yield on core profit - average assumed investment yield) x policy reserves in general accounts

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

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

4. Investment yield on core profit and average assumed investment yield for the three months ended June 30, 2008 and 2009 are annualized.

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

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

## (2) Reconciliation to Ordinary Profit

(Millions of yen)

Category	Three Months Ended June 30, 2008	Three Months Ended June 30, 2009	Year Ended March 31, 2009
Core profit (A)	2,391	15,652	(40,836)
Capital gains	-	1	24,447
Gains from monetary trusts, net	-	-	(Note 1) 24,447
Gains on investment in trading securities, net	-	-	-
Gains on sales of securities	-	1	0
Gains from derivatives, net	-	-	-
Foreign exchange gains, net	-	-	-
Others	-	-	-
Capital losses	4,855	15,298	572
Losses from monetary trusts, net	(Note 1) 4,761	(Note 1) 15,263	-
Losses on investments in trading securities, net	-	-	-
Losses on sales of securities	76	35	311
Devaluation losses on securities	17	-	261
Losses from derivatives, net	-	-	-
Foreign exchange losses, net	-	-	-
Others	-	-	-
Capital gains (losses) (B)	(4,855)	(15,297)	23,874
Core profit reflecting capital gains (losses) (A)+(B)	(2,463)	354	(16,961)
Other one-time gains	959	2,496	-
Ceding reinsurance recoveries	-	-	-
Reversal of contingency reserve	-	-	-
Others	(Note 2) 959	(Note 3) 2,496	-
Other one-time losses	1,235	2,022	9,870
Reinsurance premiums	-	-	-
Provision for contingency reserve	1,235	2,022	3,920
Provision for specific reserve for possible loan losses	-	-	-
Provision for specific reserve for loans to refinancing countries	-	-	-
write-off of loans	-	-	-
Others	-	-	(Note 4) 5,949
Other one-time gains (losses) (C)	(275)	473	(9,870)
Ordinary profit (losses) (A)+(B)+(C)	(2,739)	828	(26,831)

Notes:

1. The figures of gains and losses from monetary trusts are equal to gains and losses on derivative transactions for the purpose of hedging minimum guarantee risks relating to individual variable annuities.

2. 'Others' in Other one-time gains for the three months ended June 30, 2008 include reversal for policy reserve relating to minimum guarantee risks for individual variable annuities contracted prior to March 31, 2004, which were not mandatory in the FSA regulations.

3. 'Others' in Other one-time gains for the three months ended June 30, 2009 include a 2,486 million yen of reversal of policy reserve relating to minimum guarantee risks for individual variable annuities contracted prior to March 31, 2004, which were not mandatory in the FSA regulation. In addition, they include a 9 millions yen of reversal of additional premium reserve relating to third sector products.

4. 'Others' in Other one-time losses for the year ended March 31, 2009 include a 5,852 million yen of provision for policy reserve relating to minimum guarantee risks for individual variable annuities contracted prior to March 31, 2004, which were not mandatory in the FSA regulation. In addition, they include a 96 millions yen of provision for additional premium reserve relating to third sector products.

## 5. Solvency Margin Ratio

(Millions of yen)

Items	As of June 30, 2008	As of June 30, 2009	As of March 31, 2009
Total solvency margin (A)	67,143	97,673	92,917
Common stocks, etc. (less certain items)	26,185	48,868	48,297
Reserve for price fluctuations	420	439	433
Contingency reserve	14,822	19,530	17,508
Reserve for possible loan losses	4	3	4
Net unrealized gains on available-for-sale securities (before tax) (x 90 per cent., if gains; x 100 per cent., if losses)	(1,869)	(958)	(1,246)
Net unrealized gains(losses) on real estate (x 85 per cent., if gains; x 100 per cent., if losses)	-	-	-
Excess amount of policy reserve based on Zillmer method	27,488	29,790	27,921
Subordinated debt	-	-	-
Deductible items	-	-	-
Others	91	-	-
Total risk $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	15,067	23,718	22,335
Insurance risk $R_1$	1,130	1,060	1,098
3rd sector insurance risk $R_8$	392	331	340
Assumed investment yield risk $R_2$	365	345	349
Investment risk $R_3$	1,442	1,757	1,901
Business risk $R_4$	480	730	691
Minimum guarantee risk $R_7$	12,699	20,843	19,346
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	891.2%	823.6%	832.0%

Notes:

- The above ratio is calculated in accordance with Articles 86, 87 of the ministerial ordinance for Insurance Business Law as well as Announcement No. 50 issued by the Ministry of Finance in 1996.
- "Common stock, etc. (less certain items)" represents net assets on the balance sheet less net unrealized gains on securities.
- The figures of "minimum guarantee risk  $R_7$ " are calculated on the basis of the regulatory standard.

## 6. Adjusted Net Assets

(Millions of yen)

Category	As of June 30, 2008	As of June 30, 2009	As of March 31, 2009
Adjusted net assets	60,474	91,726	87,155

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

## The State of Investment in Securitized Products, Sub-prime Related Products and Others (As of June 30, 2009)

The company held no investment in securitized products, sub-prime related products and others as of June 30, 2009.