

Consolidated Statement of Operation

	¥ millions		US\$ thousands
Years ended March 31,	2015	2014	2015
Ordinary revenues:			
Income from insurance premiums	¥1,958,055	¥1,609,732	\$16,294,050
Investment income:			
Interest, dividends and income from real estate for rent	287,966	287,487	2,396,323
Gains on investments in trading securities, net	20,056	15,354	166,898
Gains on sales of securities	34,433	30,496	286,540
Foreign exchange gains, net	1,606	—	13,370
Reversal of reserve for possible loan losses	148	1,828	1,233
Other investment income	4,557	3,171	37,929
Gains on separate accounts, net	35,455	59,480	295,040
Total investment income	384,223	397,818	3,197,336
Other ordinary income:			
Other ordinary income	69,847	78,146	581,242
Total other ordinary income	69,847	78,146	581,242
Equity in net income of affiliated companies	38	37	317
Total ordinary revenues	2,412,165	2,085,734	20,072,946
Ordinary expenses:			
Insurance claims and other payments:			
Insurance claims	355,635	382,996	2,959,439
Annuity payments	457,550	460,468	3,807,529
Insurance benefits	177,425	192,427	1,476,457
Surrender payments	351,229	414,993	2,922,770
Other payments	59,692	70,101	496,735
Total insurance claims and other payments	1,401,534	1,520,988	11,662,932
Provision for policy and other reserves:			
Provision for reserve for outstanding claims	2,423	1,670	20,169
Provision for policy reserve	482,607	20,797	4,016,036
Interest portion of reserve for policyholder dividends	108	129	900
Total provision for policy and other reserves	485,139	22,597	4,037,106
Investment expenses:			
Interest expenses	1,841	2,037	15,324
Losses from monetary trusts, net	1,744	11,011	14,515
Losses on sales of securities	6,972	17,634	58,024
Devaluation losses on securities	1,065	5,310	8,864
Losses from derivatives, net	33,948	27,317	282,500
Foreign exchange losses, net	—	31	—
Write-off of loans	6	2,516	52
Depreciation of real estate for rent	5,176	4,803	43,078
Other investment expenses	15,672	16,017	130,419
Total investment expenses	66,427	86,680	552,781
Operating expenses	199,435	197,655	1,659,609
Other ordinary expenses	70,686	71,588	588,218
Total ordinary expenses	2,223,222	1,899,510	18,500,647
Ordinary profit	¥ 188,943	¥ 186,224	\$ 1,572,298

(continued)

Years ended March 31,	¥ millions		US\$ thousands
	2015	2014	2015
Extraordinary gains:			
Gains on disposal of fixed assets	¥ 67	¥ 4	\$ 563
State subsidy	55	189	462
Gains on transfer of retirement benefit plan	—	134	—
Compensation for transfer	102	89	852
Total extraordinary gains	225	417	1,878
Extraordinary losses:			
Losses on disposal of fixed assets	1,028	2,810	8,556
Impairment losses (Note 13)	1,995	3,967	16,607
Provision for reserve for price fluctuations	5,150	24,100	42,863
Head office transfer cost	99	—	830
Other extraordinary losses	56	276	471
Total extraordinary losses	8,331	31,154	69,329
Provision for reserve for policyholder dividends	32,555	31,638	270,912
Income before income taxes	148,281	123,849	1,233,934
Income taxes:			
Current	44,147	48,113	367,375
Deferred	9,755	(3,402)	81,181
Total income taxes	53,903	44,711	448,557
Income before minority interests	94,378	79,138	785,377
Minority interests	163	155	1,356
Net income	¥ 94,215	¥ 78,982	\$ 784,021

Consolidated Statement of Comprehensive Income

Years ended March 31,	¥ millions		US\$ thousands
	2015	2014	2015
Income before minority interests	¥ 94,378	¥ 79,138	\$ 785,377
Other comprehensive income:			
Net unrealized gains on securities	261,950	36,232	2,179,829
Deferred gains (losses) on hedging instruments	(5,478)	2,500	(45,587)
Land revaluation	369	—	3,073
Foreign currency translation adjustments	0	1	6
Share of other comprehensive income of associates accounted for using the equity method	9	28	79
Total other comprehensive income (Note 14)	256,851	38,762	2,137,401
Comprehensive income	¥351,230	¥117,900	\$2,922,779
(Comprehensive income attributable to)			
Comprehensive income attributable to owners of the parent	351,065	117,747	2,921,405
Comprehensive income attributable to minority interests	165	153	1,373

See notes to consolidated financial statements.