

Consolidated Financial Statements

Consolidated Balance Sheet

| As of March 31, | 2016 | ¥ millions | US\$ thousands |
|----------------------------------|--------------------|--------------------|----------------------|
| | | 2017 | 2017 |
| Assets: | | | |
| Cash and deposits | ¥ 1,024,692 | ¥ 862,425 | \$ 7,687,189 |
| Call loans | 2,673 | 11,302 | 100,739 |
| Monetary claims purchased | 269,668 | 141,242 | 1,258,959 |
| Monetary trusts | 525,902 | 583,476 | 5,200,791 |
| Securities (Notes 8, 13 and 14) | 10,492,605 | 11,001,953 | 98,065,364 |
| Loans (Notes 3 and 7) | 1,767,891 | 1,685,118 | 15,020,218 |
| Tangible fixed assets (Note 4) | 315,475 | 319,884 | 2,851,270 |
| Land (Note 2 (12)) | 175,322 | 177,864 | 1,585,387 |
| Buildings | 120,846 | 122,157 | 1,088,843 |
| Lease assets | 932 | 714 | 6,365 |
| Construction in progress | 15,124 | 15,237 | 135,815 |
| Other tangible fixed assets | 3,248 | 3,910 | 34,858 |
| Intangible fixed assets | 24,027 | 23,195 | 206,752 |
| Software | 22,472 | 21,640 | 192,888 |
| Lease assets | 377 | 383 | 3,414 |
| Other intangible fixed assets | 1,177 | 1,172 | 10,449 |
| Due from agencies | 746 | 756 | 6,744 |
| Due from reinsurers | 691 | 3,535 | 31,514 |
| Other assets (Note 14) | 251,286 | 210,889 | 1,879,749 |
| Deferred tax assets | 602 | 49,143 | 438,036 |
| Reserve for possible loan losses | (2,057) | (1,755) | (15,645) |
| Total assets | ¥14,674,207 | ¥14,891,167 | \$132,731,684 |

| | | ¥ millions | US\$ thousands |
|---|--------------------|--------------------|----------------------|
| As of March 31, | 2016 | 2017 | 2017 |
| Liabilities: | | | |
| Policy reserves | ¥12,892,482 | ¥13,139,218 | \$117,115,776 |
| Reserve for outstanding claims | 67,914 | 70,065 | 624,527 |
| Policy reserve | 12,719,256 | 12,976,211 | 115,662,813 |
| Reserve for policyholder dividends (Note 6) | 105,311 | 92,942 | 828,434 |
| Due to agencies | 630 | 334 | 2,978 |
| Due to reinsurers | 641 | 1,781 | 15,882 |
| Short-term debentures | 2,999 | 2,999 | 26,740 |
| Bonds (Note 9) | 50,125 | 50,095 | 446,519 |
| Other liabilities (Notes 10 and 14) | 252,087 | 332,772 | 2,966,146 |
| Provision for bonuses to directors and audit & supervisory board members | 281 | 263 | 2,345 |
| Net defined benefit liability | 59,730 | 56,547 | 504,035 |
| Provision for directors' and audit & supervisory board members' retirement benefits | 78 | 53 | 480 |
| Reserves under the special laws | 175,759 | 204,894 | 1,826,316 |
| Reserve for price fluctuations | 175,759 | 204,894 | 1,826,316 |
| Deferred tax liabilities | 19,894 | 7 | 68 |
| Deferred tax liabilities on land revaluation (Note 2 (12)) | 5,434 | 5,426 | 48,365 |
| Total liabilities | 13,460,145 | 13,794,395 | 122,955,656 |
| Net assets: | | | |
| Capital stock | 207,111 | 207,111 | 1,846,081 |
| Capital surplus | 194,550 | 194,522 | 1,733,863 |
| Retained earnings | 422,422 | 460,683 | 4,106,280 |
| Treasury shares | (48,876) | (67,763) | (604,004) |
| Total shareholders' equity | 775,208 | 794,554 | 7,082,220 |
| Valuation difference on available-for-sale securities | 487,200 | 338,842 | 3,020,256 |
| Deferred gains (losses) on hedging instruments | (8,601) | (5,203) | (46,379) |
| Land revaluation (Note 2 (12)) | (43,288) | (35,354) | (315,127) |
| Foreign currency translation adjustment | 21 | 17 | 154 |
| Total accumulated other comprehensive income | 435,331 | 298,302 | 2,658,902 |
| Subscription rights to shares | 926 | 1,178 | 10,501 |
| Non-controlling interests | 2,595 | 2,737 | 24,402 |
| Total net assets | 1,214,061 | 1,096,772 | 9,776,027 |
| Total liabilities and net assets | ¥14,674,207 | ¥14,891,167 | \$132,731,684 |

See notes to consolidated financial statements.