

## Consolidated Statement of Operation

Years ended March 31,	¥ millions		US\$ thousands
	2016	2017	2017
<b>Ordinary revenues</b>	¥2,025,925	¥1,975,784	\$17,611,058
Income from insurance premiums	1,574,506	1,505,234	13,416,836
Investment income	379,707	402,709	3,589,532
Interest, dividends and income from real estate for rent	290,725	276,628	2,465,712
Gains from monetary trusts, net	5,172	5,610	50,013
Gains on sales of securities	77,403	111,077	990,082
Gains on redemption of securities	3,198	—	—
Foreign exchange gains, net	801	1,295	11,544
Reversal of reserve for possible loan losses	137	292	2,609
Other investment income	2,268	2,386	21,270
Gains on separate accounts, net	—	5,418	48,299
Other ordinary income	71,665	67,838	604,679
Equity in earnings of affiliates	46	1	11
<b>Ordinary expenses</b>	1,854,490	1,818,556	16,209,615
Insurance claims and other payments	1,302,899	1,160,357	10,342,790
Insurance claims	376,421	349,055	3,111,284
Annuity payments	349,387	300,940	2,682,421
Insurance benefits	163,812	152,715	1,361,219
Surrender payments	341,583	307,840	2,743,923
Other payments	71,693	49,805	443,942
Provision for policy and other reserves	194,387	259,134	2,309,781
Provision for reserve for outstanding claims	—	2,151	19,179
Provision for policy reserve	194,321	256,954	2,290,352
Interest portion of reserve for policyholder dividends	65	27	249
Investment expenses	77,477	130,277	1,161,225
Interest expenses	909	573	5,107
Losses on investments in trading securities, net	7,823	587	5,238
Losses on sales of securities	16,357	57,725	514,529
Devaluation losses on securities	4,101	853	7,608
Losses from derivatives, net	22,180	49,712	443,113
Write-off of loans	4	2	20
Depreciation of real estate for rent	4,991	4,891	43,601
Other investment expenses	15,533	15,931	142,005
Losses on separate accounts, net	5,575	—	—
Operating expenses	198,999	197,600	1,761,297
Other ordinary expenses	80,727	71,186	634,520
<b>Ordinary profit</b>	171,434	157,227	1,401,443

(continued)

Years ended March 31,	¥ millions		US\$ thousands
	2016	2017	2017
<b>Extraordinary gains</b>	¥ 163	¥ 300	\$ 2,674
Gains on disposal of fixed assets	4	239	2,138
State subsidy	158	60	535
<b>Extraordinary losses</b>	29,438	35,367	315,244
Losses on disposal of fixed assets	1,356	1,098	9,795
Impairment losses (Note 15)	4,203	4,779	42,606
Provision for reserve for price fluctuations	20,568	29,134	259,691
Head office transfer cost	2,591	—	—
Other extraordinary losses	718	353	3,151
<b>Provision for reserve for policyholder dividends</b>	31,920	25,374	226,170
<b>Income before income taxes</b>	110,239	96,786	862,702
Income taxes (current)	46,075	33,316	296,962
Income taxes (deferred)	(8,561)	(11,895)	(106,026)
<b>Total income taxes</b>	37,513	21,421	190,936
<b>Profit</b>	72,726	75,365	671,765
<b>Profit attributable to non-controlling interests</b>	179	177	1,585
<b>Profit attributable to owners of parent</b>	¥ 72,547	¥ 75,187	\$ 670,179

## Consolidated Statement of Comprehensive Income

Years ended March 31,	¥ millions		US\$ thousands
	2016	2017	2017
<b>Profit</b>	¥ 72,726	¥ 75,365	\$ 671,765
<b>Other comprehensive income:</b>			
Valuation difference on available-for-sale securities	(162,509)	(148,357)	(1,322,372)
Deferred gains (losses) on hedging instruments	5,139	3,398	30,292
Land revaluation	155	—	—
Foreign currency translation adjustments	0	(0)	(1)
Share of other comprehensive income of associates accounted for using the equity method	(4)	(5)	(46)
<b>Total other comprehensive income (Note 16)</b>	(157,219)	(144,963)	(1,292,129)
<b>Comprehensive income</b>	¥ (84,492)	¥ (69,598)	\$ (620,364)
<b>(Breakdown)</b>			
Comprehensive income attributable to owners of parent	(84,673)	(69,776)	(621,946)
Comprehensive income attributable to non-controlling interests	180	177	1,582

See notes to consolidated financial statements.