
Financial Results for the Three Months Ended June 30, 2026

Nippon Life Insurance Company (the “Company,” President: Satoshi Asahi) announces financial results for the three months ended June 30, 2026.

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1. Business Highlights

(1) Annualized Premium

- Policies in Force

(100 Million Yen, %)

	As of June 30, 2026		As of March 31, 2026
		As a percentage of March 31, 2026	
Individual insurance	26,822	99.9	26,861
Individual annuities	9,982	99.3	10,050
Total	36,804	99.7	36,912
Medical coverages, living benefits, and others	6,890	100.1	6,882

- New Policies

(100 Million Yen, %)

	Three months ended June 30, 2026		Three months ended June 30, 2025
		As a percentage of three months ended June 30, 2025	
Individual insurance	588	123.5	476
Individual annuities	46	71.9	64
Total	634	117.4	540
Medical coverages, living benefits, and others	100	96.9	103

Notes: 1. The amount of annualized premium is calculated by multiplying a single premium payment by a factor according to the premium payment method (for single premium policies, the annualized amount is the total premium divided by the insured period).
2. The amount of medical coverages, living benefits, and others represents annualized premium related to medical benefits (hospitalization benefits and surgical benefits), living benefits (specified illness benefits and nursing care benefits), and waiver of premium benefits (excluding disability benefits alone, but including specified illness and nursing care benefits).
3. Annualized new policy premium includes net increases due to conversions.

(2) Amount of Policies in Force and New Policies

• Policies in Force

	As of June 30, 2026				As of March 31, 2026	
	Number of policies		Amount of policies		Number of policies (thousands)	Amount of policies (100 million yen)
	(thousands)	As a percentage of March 31, 2026 (%)	(100 million yen)	As a percentage of March 31, 2026 (%)		
Individual insurance	30,027	99.6	1,078,918	99.0	30,156	1,090,218
Individual annuities	3,898	99.4	226,912	99.5	3,923	228,165
Group insurance	—	—	958,763	100.3	—	955,939
Group annuities	—	—	138,772	101.5	—	136,719

Notes: 1. The amount of individual annuities is the total of (a) annuity resources at the start of annuity payments for policies prior to the start of annuity payments and (b) policy reserves for policies after the start of annuity payments.
2. The amount of group annuities is the amount of the policy reserves.

• New Policies

	Three months ended June 30, 2026						Three months ended June 30, 2025			
	Number of policies		Amount of policies				Number of policies (thousands)	Amount of policies		
	(thousands)	As a percentage of three months ended June 30, 2025 (%)	(100 million yen)	As a percentage of three months ended June 30, 2025 (%)	New policies	Net increase by conversion		(100 million yen)	New policies	Net increase by conversion
Individual insurance	722	82.8	8,248	159.7	11,664	(3,415)	873	5,166	9,889	(4,723)
Individual annuities	42	77.0	1,295	71.8	1,379	(83)	54	1,805	1,888	(82)
Group insurance	—	—	786	105.1	786		—	748	748	
Group annuities	—	—	11	7,960.9	11		—	0	0	

Notes: 1. New policies include enrollment using the coverage enhancement system, and conversion indicates enrollment using the coverage revision system and partial coverage revision system.
2. The number of policies includes policies that were converted into new policies.
3. The amount of new policies and net increase in policies due to conversion for individual annuities represent annuity resources at the start of annuity payments.
4. The amount of new policies for group annuities represents the first-time premium.

2. Investment Management Performance (General Account)

(1) Asset Composition

(100 Million Yen, %)

	As of June 30, 2026		As of March 31, 2026	
	Amount	%	Amount	%
Cash, deposits, and call loans	10,493	1.2	11,652	1.4
Receivables under resale agreements	—	—	—	—
Receivables under securities borrowing transactions	—	—	—	—
Monetary receivables purchased	1,360	0.2	1,204	0.1
Proprietary trading securities	—	—	—	—
Assets held in trust	—	—	—	—
Investments in securities:	740,279	85.8	721,661	85.2
Domestic bonds	280,975	32.6	286,997	33.9
Domestic stocks	172,165	19.9	157,968	18.6
Foreign securities:	259,121	30.0	250,029	29.5
Foreign bonds	125,261	14.5	122,521	14.5
Foreign stocks and other securities	133,860	15.5	127,507	15.1
Other securities	28,016	3.2	26,666	3.1
Loans:	76,806	8.9	77,825	9.2
Policy loans	3,755	0.4	3,807	0.4
Industrial and consumer loans	73,050	8.5	74,017	8.7
Real estate:	17,395	2.0	17,378	2.1
Investment properties	11,388	1.3	11,332	1.3
Deferred tax assets	—	—	—	—
Other assets	16,758	1.9	17,398	2.1
Allowance for doubtful accounts	(36)	(0.0)	(37)	(0.0)
Total assets (general account):	863,057	100.0	847,082	100.0
Foreign currency-denominated assets	263,733	30.6	254,008	30.0

Note: Real estate amount is the sum of land, buildings, and construction in progress.

(2) Fair Value Information of Securities (Other Than Trading Securities)

(100 Million Yen)

		As of June 30, 2026					As of March 31, 2026				
		Book value	Fair value	Net gains/losses	Gains	Losses	Book value	Fair value	Net gains/losses	Gains	Losses
	Policy-reserve-matching bonds	248,406	191,974	(56,432)	526	(56,959)	254,338	202,768	(51,569)	626	(52,196)
	Held-to-maturity debt securities	—	—	—	—	—	—	—	—	—	—
	Investments in subsidiaries and affiliates	7,163	15,424	8,260	8,468	(207)	7,511	11,738	4,227	5,462	(1,234)
	Available-for-sale securities:	284,434	442,539	158,105	172,974	(14,869)	281,931	418,979	137,048	151,609	(14,561)
	Domestic bonds	40,711	34,437	(6,273)	1,062	(7,335)	40,134	34,535	(5,599)	996	(6,595)
	Domestic stocks	38,092	159,834	121,742	121,874	(132)	38,195	145,868	107,672	107,936	(263)
	Foreign securities:	179,541	221,837	42,296	46,279	(3,983)	177,593	213,066	35,472	40,095	(4,622)
	Foreign bonds	104,501	123,819	19,317	20,447	(1,130)	103,343	121,116	17,773	19,257	(1,483)
	Foreign stocks and other securities	75,040	98,018	22,978	25,831	(2,853)	74,250	91,949	17,698	20,837	(3,138)
	Other securities	24,996	25,332	335	3,750	(3,415)	24,535	24,032	(503)	2,574	(3,078)
	Monetary receivables purchased	692	697	5	7	(1)	511	518	6	6	(0)
	Negotiable certificates of deposit	400	399	(0)	—	(0)	960	959	(0)	—	(0)
Total		540,004	649,937	109,932	181,969	(72,036)	543,781	633,487	89,706	157,698	(67,992)
	Domestic bonds	287,249	224,416	(62,832)	1,403	(64,236)	292,597	235,306	(57,290)	1,448	(58,739)
	Domestic stocks	38,092	159,834	121,742	121,874	(132)	38,543	146,206	107,663	107,936	(272)
	Foreign securities:	187,902	238,640	50,737	54,930	(4,192)	185,938	225,817	39,878	45,727	(5,848)
	Foreign bonds	105,707	125,210	19,502	20,633	(1,130)	104,533	122,479	17,946	19,431	(1,484)
	Foreign stocks and other securities	82,194	113,430	31,235	34,296	(3,061)	81,405	103,337	21,932	26,296	(4,364)
	Other securities	25,005	25,344	339	3,754	(3,415)	24,544	24,044	(500)	2,577	(3,078)
	Monetary receivables purchased	1,355	1,302	(53)	7	(60)	1,197	1,152	(45)	7	(52)
	Negotiable certificates of deposit	400	399	(0)	—	(0)	960	959	(0)	—	(0)

Notes: 1. The table above includes securities that are deemed appropriate as securities under the Financial Instruments and Exchange Act in Japan.

2. The above table excludes items such as stocks without market prices and entities such as partnerships.

[Book Value of Stocks without Market Prices and Entities such as Partnerships]

(100 Million Yen)

	As of June 30, 2026	As of March 31, 2026
Investments in subsidiaries and affiliates	42,304	41,395
Available-for-sale securities:	1,260	1,260
Unlisted domestic stocks	510	510
Unlisted foreign stocks	—	—
Others	750	750
Total	43,565	42,656

Note: For stocks without market prices and entities such as partnerships, the net gains (losses) on currency exchange valuation of assets denominated in foreign currencies were as follows: ¥529.0 billion and ¥478.6 billion as of June 30, 2026 and March 31, 2026, respectively.

(3) Fair Value Information of Assets Held in Trust

There were no ending balances as of June 30, 2026 and March 31, 2026.

- Assets Held in Trust for Trading Purposes

There were no ending balances as of June 30, 2026 and March 31, 2026.

- Assets Held in Trust Classified as Policy-Reserve-Matching, Held-to-Maturity, and Available-for-Sale

There were no ending balances as of June 30, 2026 and March 31, 2026.

3. Nonconsolidated Balance Sheets

(Million Yen)

	As of June 30, 2026	As of March 31, 2026
Assets:		
Cash and deposits	528,992	578,246
Call loans	699,811	788,726
Monetary receivables purchased	136,048	120,444
Investments in securities:	74,931,291	73,001,116
National government bonds	25,873,342	26,458,875
Local government bonds	675,517	699,119
Corporate bonds	1,821,270	1,814,763
Domestic stocks	17,284,633	15,841,142
Foreign securities	26,165,515	25,239,368
Loans:	7,680,665	7,782,526
Policy loans	375,586	380,769
Industrial and consumer loans	7,305,079	7,401,757
Tangible fixed assets	1,766,168	1,765,838
Intangible fixed assets	234,076	230,339
Reinsurance receivables	60	191
Other assets	1,434,604	1,520,288
Customers' liability for acceptances and guarantees	46,534	47,911
Allowance for doubtful accounts	(3,644)	(3,790)
Total assets	87,454,609	85,831,839
Liabilities:		
Policy reserves and other reserves:	63,286,118	62,859,464
Reserve for outstanding claims	186,157	198,405
Policy reserves	61,680,415	61,486,775
Reserve for dividends to policyholders	1,419,544	1,174,282
Reinsurance payables	3,540	3,168
Corporate bonds	1,714,327	1,487,436
Other liabilities:	7,482,485	7,962,247
Income taxes payable	15,478	15,029
Lease obligations	2,966	3,096
Asset retirement obligations	7,763	7,708
Other liabilities	7,456,277	7,936,413
Accrued bonuses for directors, and audit and supervisory board members	679	453
Accrued retirement benefits	350,799	358,646
Reserve for price fluctuations	1,090,062	1,200,302
Deferred tax liabilities	1,827,904	1,319,913
Deferred tax liabilities for land revaluation	99,269	99,734
Acceptances and guarantees	46,534	47,911
Total liabilities	75,901,721	75,339,278

3. Nonconsolidated Balance Sheets (Continued)

(Million Yen)

	As of June 30, 2026	As of March 31, 2026
Net assets:		
Foundation funds	50,000	50,000
Reserve for redemption of foundation funds	1,450,000	1,400,000
Reserve for revaluation	651	651
Surplus:	952,940	1,256,468
Legal reserve for deficiencies	26,512	24,804
Other surplus reserves:	926,428	1,231,664
Equalized reserve for dividends to policyholders	—	10,000
Reserve for social public welfare assistance	5,041	2,041
Reserve for financial stability	721,917	571,917
Reserve for reduction entry of real estate	79,409	79,811
Other reserves	170	170
Unappropriated surplus	119,891	* 567,725
Total foundation funds and others	2,453,592	2,707,119
Net unrealized gains on available-for-sale securities	11,276,432	9,779,130
Deferred losses on derivatives under hedge accounting	(2,120,280)	(1,937,941)
Land revaluation losses	(56,856)	(55,747)
Total valuations, conversions, and others	9,099,295	7,785,440
Total net assets	11,552,887	10,492,560
Total liabilities and net assets	87,454,609	85,831,839

Note: * Unappropriated surplus on the condensed balance sheet as of March 31, 2026 represents the current-year unappropriated surplus.

Notes to the Nonconsolidated Balance Sheet as of June 30, 2026

1. As the proposed appropriation of surplus for the fiscal year ended March 31, 2026 was approved at the Meeting of Representatives held on July 2, 2026, it is included in the nonconsolidated balance sheet as of June 30, 2026.

Details of the appropriation of surplus approved at the Meeting of Representatives are as follows:

	Million Yen
a. Unappropriated surplus as of March 31, 2026	567,725
b. Reversal from voluntary surplus reserves	11,596
c. Appropriations:	579,321
Reserve for dividends to policyholders	373,278
Legal reserve for deficiencies	1,708
Reserve for redemption of foundation funds	50,000
Interest on foundation funds	140
Voluntary surplus reserves	154,194
d. Surplus carried forward (a+b-c)	—

2. The corporate tax, inhabitant tax, and income tax adjustments for the three months ended June 30, 2026 are calculated based on the assumption of accumulations and reversals of the reserve for reduction entry of real estate and the reserve for dividends to policyholders due to the appropriation of surplus in the current fiscal year.
3. Effective from the fiscal year ended March 31, 2020, the Company has provided additional policy reserves to cover a possible deficiency in the reserve for paid-up insurance policies and similar policies among certain whole life insurance policies (including single premium policies). Moreover, effective from the fiscal year ended March 31, 2026, the Company has expanded the scope of whole life insurance policies (including single premium policies) for which additional policy reserves will be provided. For such policies with premiums that have been paid and similar policies (including single premium policies), the Company has decided to successively provide these additional policy reserves over the next nine years. As a result, the policy reserves increased by ¥21,380 million, while ordinary profit and surplus before income taxes decreased by ¥21,380 million, compared with amounts that would have been recorded had the additional policy reserves not been provided in the three months ended June 30, 2026.

4. An appropriate amount of the reserve for incurred but not reported (IBNR) claims (insurance claims and benefits whose reasons for payment have not yet been reported, but whose reasons for payment stipulated by insurance policies are deemed to have already occurred) cannot be calculated pursuant to the calculation based on Article 1, Paragraph 1, Principles of the Ministry of Finance Public Notice No. 234 of 1998 (hereinafter, “the IBNR Notice”) due to the end of special treatment from May 8, 2023. Under this special treatment, payment was made for hospitalization and related benefits in cases where the insured was diagnosed with COVID-19 and recuperated at a lodging facility or at home under the supervision of a physician or other medical personnel (hereinafter, “deemed hospitalization”). Accordingly, the Company has recorded an amount calculated using the following method under the provision of Article 1, Paragraph 1 of the IBNR Notice.

(Outline of calculation method)

The reserve amount is calculated using the same method as that set forth in Article 1, Paragraph 1, Principles of the IBNR Notice, after excluding the amounts related to deemed hospitalization from the required amount of provisions to reserve for IBNR claims over all periods under Article 1, Paragraph 1, Principles of the IBNR Notice and the amount of payments for insurance claims and benefits under said notice.

5. Changes in the reserve for dividends to policyholders for the three months ended June 30, 2026 were as follows:

	Million Yen
	Three months ended June 30, 2026
a. Balance at the beginning of the current fiscal year	1,174,282
b. Transfer to reserve based on the proposed appropriation of surplus for the previous fiscal year	373,278
c. Dividends paid to policyholders during the current three-month period	133,668
d. Increase in interest	5,651
e. Balance at the end of the current three-month period (a+b-c+d)	1,419,544

6. Based on the proposed appropriation of surplus for the fiscal year ended March 31, 2026, the Company credited ¥50,000 million to the reserve for redemption of foundation funds as prescribed in Article 56 of the Insurance Business Act and redeemed the same amount of foundation funds on August 3, 2026.
7. The amount of securities lent under lending agreements was ¥2,512,346 million as of June 30, 2026.

4. Nonconsolidated Statements of Income

(Million Yen)

	Three months ended June 30, 2026	Three months ended June 30, 2025
Ordinary income:	2,184,752	1,723,499
Revenues from insurance and reinsurance:	1,472,558	1,115,730
Insurance premiums	1,472,013	1,115,452
Investment income:	668,784	560,218
Interest, dividends, and other income	436,167	386,995
Gains on sales of securities	133,778	150,503
Gains on separate accounts, net	73,821	22,514
Other ordinary income	43,408	47,550
Ordinary expenses:	2,152,211	1,663,284
Benefits and other payments:	1,353,093	1,107,036
Death and other claims	257,665	269,425
Annuity payments	239,543	222,524
Health and other benefits	223,217	222,773
Surrender benefits	575,002	342,872
Other refunds	56,459	48,222
Provision for policy reserves:	199,291	20,761
Provision for policy reserves	193,639	15,601
Provision for interest on reserve for dividends to policyholders	5,651	5,159
Investment expenses:	384,022	331,118
Interest expenses	20,719	16,494
Losses on sales of securities	223,100	197,212
Losses on valuation of securities	60,051	814
Losses on derivative financial instruments, net	52,169	85,564
Operating expenses	158,176	147,777
Other ordinary expenses	57,627	56,590
Ordinary profit	32,540	60,215
Extraordinary gains:	110,265	83,512
Gains on disposals of fixed assets	25	1,134
Reversal of reserve for price fluctuations	110,240	82,378
Extraordinary losses:	3,351	1,775
Losses on disposals of fixed assets	977	1,210
Impairment losses	2,368	564
Other extraordinary losses	5	—
Surplus before income taxes	139,454	141,952
Income taxes - current	47,869	40,567
Income taxes - deferred	(27,196)	(26,167)
Total income taxes	20,672	14,400
Net surplus	118,782	127,552

Notes to the Nonconsolidated Statement of Income for the Three Months Ended June 30, 2026

1. Certain expenses related to overseas and asset management businesses had previously been presented within operating expenses and other ordinary expenses. For the three months ended June 30, 2026, these expenses are presented within investment expenses to more appropriately reflect their relationship with revenues from overseas and asset management businesses, which are included in investment income. As a result, ¥5,789 million previously included in operating expenses and ¥499 million previously included in other ordinary expenses in the nonconsolidated statement of income for the three months ended June 30, 2025, have been reclassified to investment expenses.

2. Impairment losses are as follows:

1) Method for grouping the assets

Real estate for rental use and idle properties are classified as a single asset group per property. Assets utilized for insurance business operations are classified into a single asset group.

2) Recognition of impairment losses

When a significant decrease in profitability or fair value of a certain asset group is noted, the book value is reduced to the recoverable amount, recognizing impairment losses under extraordinary losses.

3) Breakdown of asset groups for which impairment losses were recognized for the three months ended June 30, 2026 is as follows:

(Million Yen)			
Purpose of use	Land	Buildings	Total
Idle properties	1,458	910	2,368
Total	1,458	910	2,368

4) Measurement of recoverable amount

The recoverable amount is based on either the value in use or net selling price of the asset depending on the type of asset.

In principle, the value in use is determined as the discounted future cash flows using a discount rate of 3.0%. Net selling price is determined based on appraisals performed in accordance with the “Real Estate Appraisal Standards” or standard land prices.

3. In accordance with paragraph 7 of the Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules, etc. (ASBJ Practical Solution No. 46), the Company has not recorded any income taxes related to the global minimum tax rules for the relevant fiscal years, including the three months ended June 30, 2026.

5. Details of Ordinary Profit (Core Operating Profit)

(Million Yen)

	Three months ended June 30, 2026	Three months ended June 30, 2025
Core operating profit (A)	211,449	164,108
Capital gains:	201,027	230,221
Gains on proprietary trading securities	—	—
Gains from assets held in trust, net	—	—
Gains on trading securities	—	—
Gains on sales of securities	133,778	150,503
Gains on derivative financial instruments, net	—	—
Foreign exchange gains, net	24,052	—
Other capital gains	43,196	79,718
Capital losses:	355,051	284,029
Losses on proprietary trading securities	—	—
Losses from assets held in trust, net	—	—
Losses on trading securities	—	—
Losses on sales of securities	223,100	197,212
Losses on valuation of securities	60,051	814
Losses on derivative financial instruments, net	52,169	85,564
Foreign exchange losses, net	—	437
Other capital losses	19,729	—
Net capital gains (losses) (B)	(154,024)	(53,807)
Core operating profit, including net capital gains (losses) (A+B)	57,425	110,300
Nonrecurring gains:	53	1,382
Reinsurance revenue	—	—
Reversal of contingency reserve	—	1,283
Reversal of specific allowance for doubtful accounts	53	99
Other nonrecurring gains	—	—
Nonrecurring losses:	24,937	51,467
Reinsurance premiums	—	—
Provision for contingency reserve	3,557	—
Provision for specific allowance for doubtful accounts	—	—
Provision for allowance for specific overseas loans	—	—
Write-offs of loans	—	—
Other nonrecurring losses	21,380	51,467
Net nonrecurring losses (C)	(24,884)	(50,085)
Ordinary profit (A+B+C)	32,540	60,215

(Reference) Breakdown of “Other” items

(Million Yen)

	Three months ended June 30, 2026	Three months ended June 30, 2025
Core operating profit	(23,466)	(79,718)
Interest income and expenses related to swap transactions for foreign currency-denominated insurance products and swap transactions for hedging purposes	(1,172)	(131)
Impact of market exchange rate movements related to foreign currency-denominated insurance policies	19,663	(36,563)
Impact of movements in surrender benefits related to market value adjustment	(1,775)	(1,347)
Hedge cost related to foreign exchange	(40,248)	(41,675)
Impact of factors other than interest rate movements on gains (losses) on redemptions of securities	65	—
Other capital gains	43,196	79,718
Interest income related to swap transactions for foreign currency-denominated insurance products and swap transactions for hedging purposes	1,172	131
Impact of market exchange rate movements related to foreign currency-denominated insurance policies	—	36,563
Impact of movements in surrender benefits related to market value adjustment	1,775	1,347
Hedge cost related to foreign exchange	40,248	41,675
Impact of factors other than interest rate movements on gains (losses) on redemptions of securities	—	—
Other capital losses	19,729	—
Interest expenses related to swap transactions for foreign currency-denominated insurance products and swap transactions for hedging purposes	—	—
Impact of market exchange rate movements related to foreign currency-denominated insurance policies	19,663	—
Impact of movements in surrender benefits related to market value adjustment	—	—
Hedge cost related to foreign exchange	—	—
Impact of factors other than interest rate movements on gains (losses) on redemptions of securities	65	—
Other nonrecurring gains	—	—
Reversal of allowance for investment losses	—	—
Other nonrecurring losses	21,380	51,467
Provision for allowance for investment losses	—	2,188
Provision for policy reserves pursuant to Article 69 Paragraph 5 of the Ordinance for Enforcement of the Insurance Business Act in Japan	21,380	49,279

6. Status of Separate Accounts

(1) Balance of Separate Account Assets

(Million Yen)

	As of June 30, 2026	As of March 31, 2026
Individual variable insurance	125,521	114,605
Individual variable annuities	11,010	10,101
Group annuities	1,012,345	998,847
Separate account total	1,148,877	1,123,555

(2) Policies in Force

• Individual Variable Insurance

	As of June 30, 2026		As of March 31, 2026	
	Number of policies	Amount of policies (million yen)	Number of policies	Amount of policies (million yen)
Variable insurance (defined term type)	8,538	13,820	8,641	10,789
Variable insurance (whole life type)	26,161	365,520	26,413	368,786
Total	34,699	379,341	35,054	379,576

• Individual Variable Annuities

	As of June 30, 2026		As of March 31, 2026	
	Number of policies	Amount of policies (million yen)	Number of policies	Amount of policies (million yen)
Individual variable annuities	2,638	11,009	2,781	10,101

7. Status of the Company, Subsidiaries, and Affiliates

(1) Selected Financial Data for Major Operations

(100 Million Yen)

	Three months ended June 30, 2026	Three months ended June 30, 2025
Ordinary income	39,458	29,732
Ordinary profit (loss)	(133)	446
Net surplus attributable to the parent company	914	1,061
Comprehensive income	15,349	4,828

	As of June 30, 2026	As of March 31, 2026
Total assets	1,212,798	1,188,627

(2) Scope of Consolidation and Application of the Equity Method

	As of June 30, 2026
Number of consolidated subsidiaries	84
Number of subsidiaries not consolidated but accounted for under the equity method	0
Number of affiliates accounted for under the equity method	16
Changes in significant subsidiaries and affiliates during the period	None

(3) Policies for Preparing the Consolidated Financial Statements for the Three Months Ended June 30, 2026

There are no material changes.

(4) Consolidated Balance Sheets

(Million Yen)

	As of June 30, 2026	As of March 31, 2026
Assets:		
Cash and deposits	1,618,163	1,672,747
Call loans	869,811	1,011,726
Monetary receivables purchased	999,907	932,235
Investments in securities	94,178,386	91,607,445
Loans	9,505,696	9,588,553
Tangible fixed assets	2,001,057	2,004,649
Intangible fixed assets	2,935,292	2,877,366
Reinsurance receivables	4,809,685	4,730,575
Other assets	4,200,202	4,282,503
Net defined benefit asset	1,656	1,652
Deferred tax assets	124,491	116,028
Customers' liability for acceptances and guarantees	47,043	48,420
Allowance for doubtful accounts	(11,591)	(11,166)
Total assets	121,279,804	118,862,738
Liabilities:		
Policy reserves and other reserves:	92,099,704	91,041,610
Reserve for outstanding claims	887,297	873,875
Policy reserves	89,738,721	88,939,517
Reserve for dividends to policyholders (mutual company)	1,419,544	1,174,282
Reserve for dividends to policyholders (limited company)	54,140	53,934
Reinsurance payables	155,387	142,815
Corporate bonds	2,169,328	1,935,676
Other liabilities	10,693,363	11,162,198
Accrued bonuses for directors, and audit and supervisory board members	686	453
Net defined benefit liability	287,260	288,187
Accrued retirement benefits for directors, and audit and supervisory board members	294	298
Reserve for price fluctuations	1,210,080	1,319,259
Deferred tax liabilities	2,147,097	1,615,096
Deferred tax liabilities for land revaluation	99,269	99,734
Acceptances and guarantees	47,043	48,420
Total liabilities	108,909,515	107,653,751

(4) Consolidated Balance Sheets (Continued)

(Million Yen)

	As of June 30, 2026	As of March 31, 2026
Net assets:		
Foundation funds	50,000	50,000
Reserve for redemption of foundation funds	1,450,000	1,400,000
Reserve for revaluation	651	651
Consolidated surplus	881,393	1,211,876
Total foundation funds and others	2,382,044	2,662,527
Net unrealized gains on available-for-sale securities	11,527,678	10,082,267
Deferred losses on derivatives under hedge accounting	(2,172,835)	(1,972,981)
Land revaluation losses	(56,856)	(55,747)
Foreign currency translation adjustments	317,460	256,052
Remeasurement of defined benefit plans	82,682	87,779
Valuation difference on policy reserves and other reserves of overseas subsidiaries and affiliates	124,904	5,771
Total accumulated other comprehensive income	9,823,033	8,403,139
Share acquisition rights	2,253	2,251
Noncontrolling interests	162,957	141,068
Total net assets	12,370,288	11,208,987
Total liabilities and net assets	121,279,804	118,862,738

Notes to the Consolidated Balance Sheets as of June 30, 2026

1. As the proposed appropriation of surplus of the Company for the fiscal year ended March 31, 2026 was approved at the Meeting of Representatives held on July 2, 2026, it is included in the consolidated balance sheet as of June 30, 2026. Details of the appropriation of surplus approved at the Meeting of Representatives are as follows:

	Million Yen
a. Unappropriated surplus as of March 31, 2026	567,725
b. Reversal from voluntary surplus reserves	11,596
c. Appropriations:	579,321
Reserve for dividends to policyholders (mutual company)	373,278
Legal reserve for deficiencies	1,708
Reserve for redemption of foundation funds	50,000
Interest on foundation funds	140
Voluntary surplus reserves	154,194
d. Surplus carried forward (a+b-c)	—

2. The corporate tax, inhabitant tax, and income tax adjustments of the Company for the three months ended June 30, 2026, are calculated based on the assumption of accumulations and reversals of the reserve for reduction entry of real estate and the reserve for dividends to policyholders (mutual company) due to the appropriation of surplus in the current fiscal year.

3. The Company and its certain consolidated life insurance companies in Japan provided additional policy reserves in the three months ended June 30, 2026. As a result, policy reserves increased by ¥23,627 million, while ordinary loss increased by ¥23,627 million and surplus before income taxes decreased by ¥23,627 million.

a) The Company

Effective from the fiscal year ended March 31, 2020, the Company has provided additional policy reserves to cover a possible deficiency in the reserve for paid-up insurance policies and similar policies among certain whole life insurance policies (including single premium policies). Moreover, effective from the fiscal year ended March 31, 2026, the Company has expanded the scope of whole life insurance policies (including single premium policies) for which additional policy reserves will be provided. For such policies with premiums that have been paid and similar policies (including single premium policies), the Company has decided to successively provide these additional policy reserves over the next nine years. As a result, policy reserves increased by ¥21,380 million, while ordinary loss increased by ¥21,380 million and surplus before income taxes decreased by ¥21,380 million, compared with amounts that would have been recorded if the additional policy reserve amounts had not been reserved in the three months ended June 30, 2026.

b) TAIJU LIFE INSURANCE COMPANY LIMITED

TAIJU LIFE INSURANCE COMPANY LIMITED has provided additional policy reserves to cover a possible deficiency in the reserve for certain individual annuity policyholders. As a result, policy reserves increased by ¥2,247 million, while ordinary loss increased by ¥2,247 million and surplus before income taxes decreased by ¥2,247 million, compared with amounts that would have been recorded had the additional policy reserve amounts not been provided in the three months ended June 30, 2026.

4. The Company and its certain consolidated subsidiaries cannot calculate an appropriate amount of the reserve for incurred but not reported (IBNR) claims (insurance claims and benefits whose reasons for payment have not yet been reported, but whose reasons for payment stipulated by insurance policies are deemed to have already occurred) pursuant to the calculation based on Article 1, Paragraph 1, Principles of the Ministry of Finance Public Notice No. 234 of 1998 (hereinafter, “the IBNR Notice”) due to the end of special treatment from May 8, 2023. Under this special treatment, payment was made for hospitalization and related benefits in cases where the insured was diagnosed with COVID-19 and recuperated at a lodging facility or at home under the supervision of a physician or other medical personnel (hereinafter, “deemed hospitalization”). Accordingly, the Company and its certain subsidiaries have recorded an amount calculated using the following method under the provision of Article 1, Paragraph 1, of the IBNR Notice.

(Outline of calculation method)

The Company and its certain subsidiaries calculated the reserve amount using the same method as that set forth in Article 1, Paragraph 1, Principles of the IBNR Notice, after excluding the amounts related to deemed hospitalization from the required amount of provisions to reserve for IBNR claims over all periods under Article 1, Paragraph 1, Principles of the IBNR Notice and the amount of payments for insurance claims and benefits under said notice.

5. Changes in the reserve for dividends to policyholders (mutual company) for the three months ended June 30, 2026 were as follows:

	Million Yen
	Three months ended June 30, 2026
a. Balance at the beginning of the current fiscal year	1,174,282
b. Transfer to reserve based on the proposed appropriation of surplus for the previous fiscal year	373,278
c. Dividends paid to policyholders (mutual company) during the current three-month period	133,668
d. Increase in interest	5,651
e. Balance at the end of the current three-month period (a+b-c+d)	1,419,544

6. Changes in the reserve for dividends to policyholders (limited company) for the three months ended June 30, 2026 were as follows:

	Million Yen
	Three months ended June 30, 2026
a. Balance at the beginning of the current fiscal year	53,934
b. Dividends paid to policyholders (limited company) during the current three-month period	3,275
c. Increase in interest	538
d. Provision for reserve for dividends to policyholders (limited company)	2,688
e. Adjustment for foreign currency translation	254
f. Balance at the end of the current three-month period (a-b+c+d+e)	54,140

7. Based on the proposed appropriation of surplus for the fiscal year ended March 31, 2026, the Company credited ¥50,000 million to the reserve for redemption of foundation funds as prescribed in Article 56 of the Insurance Business Act and redeemed the same amount of foundation funds on August 3, 2026.
8. On December 15, 2025, the Company decided to acquire the shares and other instruments of Medical Data Vision Co., Ltd. (hereinafter, “Medical Data Vision”) by means of a tender offer (hereinafter, “the Tender Offer”) under the Financial Instruments and Exchange Act, and executed the Tender Offer during the period between December 16, 2025 and February 3, 2026. Following the completion of the settlement of the Tender Offer, Medical Data Vision implemented a stock consolidation (hereinafter, “the Stock Consolidation”), effective April 28, 2026, as a squeeze-out procedure to make Medical Data Vision a wholly owned subsidiary of the Company. Subsequently, Medical Data Vision acquired treasury shares held by SBI Holdings, Inc. on May 14, 2026 (hereinafter, “the Treasury Share Acquisition”). As a result of this series of transactions (hereinafter, “the Transactions”), the Company made Medical Data Vision a wholly owned subsidiary.

(Background and Aims of the Transaction)

The Company aims to establish health data and health-data analysis capabilities, among others, as a new business foundation for the Company group and to enhance both healthcare and insurance businesses. In addition, by integrating AI and digital technologies, the Company will also pursue the creation of new customer value propositions, including preventive medicine and health support services.

Matters concerning the business integration through share acquisition are as follows:

(Acquisition of Shares of Medical Data Vision)

On February 9, 2026 (the date on which the settlement of the Tender Offer starts), the Company acquired 53% of the shares of Medical Data Vision. As a result, it became a subsidiary of the Company. Further, Medical Data Vision has become a wholly owned subsidiary of the Company through the Stock Consolidation on April 28, 2026 and the Treasury Share Acquisition on May 14, 2026.

1) Summary of business combination

a. Name and business of the acquiree

Name of the acquiree: Medical Data Vision Co., Ltd.

Business: Development, production, sales, and maintenance of medical information integration systems; analysis, research, and consulting services for various medical data; business consulting services for medical institutions; operations and service provision of various medical data; planning, design, development, and operation of portal websites.

b. Business combination date

Acquisition of control: February 9, 2026 (Deemed acquisition date: March 31, 2026)

Acquisition of additional shares: May 14, 2026 (Deemed acquisition date: April 1, 2026)

c. Legal form of the business combination

Share acquisition for cash consideration

d. Voting rights acquired

February 9, 2026: 53.0%

May 14, 2026: 100%

e. Financing method for payment

Own funds

f. Main reason for determining the acquiree

Due to the acquisition of 53% of voting rights through share acquisition for cash consideration

2) Overview of the applied accounting treatment

The Transactions were accounted for based on the “Accounting Standard for Business Combinations” (ASBJ Statement No. 21) and the “Implementation Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures” (ASBJ Guidance No. 10). The additional acquisition of equity interests through the Stock Consolidation and the Treasury Share Acquisition was treated as a transaction integrated with the acquisition of shares through the Tender Offer. Accordingly, goodwill associated with the equity interests additionally acquired after obtaining control was calculated as if it had been recorded when control was obtained.

3) Period for which the acquiree’s business results were included in the consolidated financial statements

From April 1, 2026 to June 30, 2026.

4) Matters concerning calculation of acquisition cost

a. Acquisition cost and breakdown by type of consideration

At the time of obtaining control:

Consideration for share acquisition:	Cash	¥33,999 million
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Acquisition cost:		¥33,999 million
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At the time of acquiring additional shares:

Consideration for share acquisition:	Cash	¥22,780 million
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Acquisition cost:		¥22,780 million
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b. Description and amount of main acquisition-related costs

Advisory fees and others:		¥1,081 million
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5) Matters concerning the allocation of acquisition cost

a. Amounts of and reasons for recognizing goodwill, and amortization method and period

(i) Amount of goodwill:		¥53,618 million
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The allocation of acquisition cost was not completed as of June 30, 2026. Therefore, provisional accounting treatment was applied based on the reasonable information currently available.

(ii) Reasons for goodwill

Goodwill was recognized because future excess earning capacity is expected to be generated through future business development.

(iii) Amortization

method and period

Amortized on a straight-line basis over 10 years.

b. Amounts of assets acquired and liabilities assumed and their main components

Total assets:		¥4,511 million
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(including deposits of)		¥1,586 million
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Total liabilities:		¥1,344 million
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(including accounts payable of)		¥1,103 million
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9. TAIJU LIFE INSURANCE COMPANY LIMITED, a consolidated subsidiary of the Company, conducted the early redemption of domestic subordinated and unsecured corporate bonds (subordinated term bonds) on July 2, 2026 and July 25, 2026, taking into account economic rationality and other factors. In addition, on June 1, 2026, TAIJU LIFE INSURANCE COMPANY LIMITED provided a lender with contractually required notices of intent to conduct optional repayment of loans payable on August 10, 2026, based on an existing subordinated loan agreement.

Interest expenses recorded for the corporate bonds redeemed early amounted to ¥726 million in the previous fiscal year and ¥181 million in the three months ended June 30, 2026. Additionally, interest expenses recorded for the loans payable to be optionally repaid amounted to ¥73 million in the previous fiscal year and ¥18 million in the three months ended June 30, 2026.

1) Early redemption of domestic subordinated and unsecured corporate bonds (subordinated term bonds)

Redemption date	July 2, 2026
Redemption amount	¥40.0 billion
Redemption method	Early redemption of the full amount of the unredeemed balance

2) Early redemption of domestic subordinated and unsecured corporate bonds (subordinated term bonds)

Redemption date	July 25, 2026
Redemption amount	¥50.0 billion
Redemption method	Early redemption of the full amount of the unredeemed balance

3) Optional repayment of loans payable based on subordinated loan agreement

Notice date	June 1, 2026
Repayment date	August 10, 2026
Repayment amount	¥10.0 billion
Repayment method	Optional repayment of the full amount of the unrepaid balance

10. On March 26, 2026, Corebridge Financial, Inc. (hereinafter, “Corebridge”), the Company’s affiliate accounted for under the equity method, announced that it had entered into an agreement with Equitable Holdings, Inc. (hereinafter, “Equitable”), which operates pension and asset management businesses in the United States, to execute a business integration through a share transfer. This business integration is intended to combine complementary capabilities and scale, among other objectives. It will be executed by establishing a new holding company, with both companies becoming its subsidiaries, and is expected to be completed by the end of December 2026. 1.0000 shares of the common stock of the new holding company will be issued for each outstanding share of Corebridge common stock, and 1.55516 shares of common stock of the new holding company will be issued for each outstanding share of Equitable common stock. As a result, the ownership ratio of the new holding company is expected to be approximately 51% for Corebridge shareholders and approximately 49% for Equitable shareholders.
11. The amount of securities lent under lending agreements was ¥3,050,326 million as of June 30, 2026.
12. Modified coinsurance agreements executed by TAIJU LIFE INSURANCE COMPANY LIMITED, Nippon Wealth Life Insurance Company Limited, and HANASAKU LIFE INSURANCE Co., Ltd., which are the Company’s consolidated subsidiaries, are as described hereinafter.
- TAIJU LIFE INSURANCE COMPANY LIMITED has executed a modified coinsurance agreement covering foreign currency-denominated single premium endowment insurance (U.S. dollar/Australian dollar) and foreign currency-denominated single premium whole life insurance (U.S. dollar/Australian dollar).
- HANASAKU LIFE INSURANCE Co., Ltd. has executed modified coinsurance agreements covering whole life medical insurance and related insurance products. For modified coinsurance agreements involving non-cash transactions, HANASAKU LIFE INSURANCE Co., Ltd. records as reinsurance revenue the amount received as a portion of equivalent new policy expenses related to the original insurance policy based on the reinsurance agreement. Concurrently, the same amount is recorded as unamortized ceding commissions under reinsurance receivables and is amortized over the term of the reinsurance policy.

Following the abolition of the Ministry of Finance Public Notice No. 50 of 1996 due to the enforcement of the Financial Services Agency Public Notice No. 74, unamortized ceding commissions related to reinsurance agreements as prescribed in Article 1, Paragraph 5 of the Ministry of Finance Public Notice No. 50 of 1996 are as follows:

Unamortized ceding commissions related to certain reinsurance agreements (excluding those related to the reinsurance defined in Article 71, Paragraph 3 of the Ordinance for Enforcement of the Insurance Business Act; hereinafter “surplus relief and similar reinsurance agreements”) that fall under 1) and 2) below based on the terms and conditions of the agreements (which represent commissions received from reinsurers that are payable to the reinsurers from future profits or profits in relation to the reinsured portion under the relevant reinsurance agreements):

- 1) The agreement stipulates that unamortized ceding commissions, together with any associated expenses or similar items, will be paid to the reinsurer in the future.
- 2) Among the risks associated with the underlying insurance agreement, a portion of the risks associated with the portion ceded under the reinsurance agreement will be transferred.

The outstanding balance of reinsurance receivables, reinsurance payables and policy reserves as of June 30, 2026 includes the following amounts:

1) Reinsurance receivables	¥4,809,685 million
(Nippon Wealth Life Insurance Company Limited)	
Reinsurance receivables related to modified coinsurance agreements	¥508,434 million
Unamortized ceding commissions related to surplus relief and similar reinsurance agreements	¥508,434 million
(HANASAKU LIFE INSURANCE Co., Ltd.)	
Unamortized ceding commissions related to surplus relief and similar reinsurance agreements	¥49,375 million
2) Reinsurance payables	¥155,387 million
(TAIJU LIFE INSURANCE COMPANY LIMITED)	
Reinsurance payables related to modified coinsurance agreements	¥9,852 million
3) Policy reserves	¥89,738,721 million
(TAIJU LIFE INSURANCE COMPANY LIMITED)	
Policy reserves related to modified coinsurance agreements	¥1,527,385 million
(Nippon Wealth Life Insurance Company Limited)	
Policy reserves related to modified coinsurance agreements	¥5,422,399 million
(HANASAKU LIFE INSURANCE Co., Ltd.)	
Policy reserves related to modified coinsurance agreements	¥21,075 million

(5) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
[Consolidated Statements of Income]

(Million Yen)

	Three months ended June 30, 2026	Three months ended June 30, 2025
Ordinary income:	3,945,846	2,973,249
Revenues from insurance and reinsurance	2,692,618	2,139,482
Investment income:	1,097,297	693,155
Interest, dividends, and other income	675,295	461,465
Gains on trading securities	—	7,151
Gains on sales of securities	151,551	193,626
Foreign exchange gains, net	163,054	—
Gains on separate accounts, net	93,507	30,480
Other ordinary income	155,930	140,611
Ordinary expenses:	3,959,159	2,928,638
Benefits and other payments:	2,391,402	1,728,941
Death and other claims	406,735	319,292
Annuity payments	335,053	271,544
Health and other benefits	307,670	289,863
Surrender benefits	680,660	391,657
Other refunds	65,529	49,039
Provision for policy reserves:	568,959	319,177
Provision for reserve for outstanding claims	121,686	19,033
Provision for policy reserves	441,599	294,983
Provision for interest on reserve for dividends to policyholders (mutual company)	5,651	5,159
Provision for interest on reserve for dividends to policyholders (limited company)	22	1
Investment expenses:	557,905	492,456
Interest expenses	36,381	20,813
Losses on sales of securities	231,317	249,521
Losses on valuation of securities	60,083	846
Losses on derivative financial instruments, net	106,385	93,063
Foreign exchange losses, net	—	102,306
Operating expenses	355,912	289,419
Other ordinary expenses	84,979	98,642
Ordinary profit (loss)	(13,313)	44,610

[Consolidated Statements of Income] (Continued)

(Million Yen)

	Three months ended June 30, 2026	Three months ended June 30, 2025
Extraordinary gains:	113,836	81,526
Gains on disposals of fixed assets	4,647	1,135
Gains on reversal of share acquisition rights	10	0
Reversal of provision for reserve for price fluctuations	109,178	80,390
Extraordinary losses:	3,740	1,816
Losses on disposals of fixed assets	1,308	1,251
Impairment losses	2,368	564
Other extraordinary losses	62	—
Provision for reserve for dividends to policyholders (limited company)	3,375	2,902
Surplus before income taxes	93,407	121,418
Income taxes - current	66,755	50,118
Income taxes - deferred	(67,544)	(36,198)
Total income taxes	(789)	13,919
Net surplus	94,196	107,498
Net surplus attributable to noncontrolling interests	2,794	1,387
Net surplus attributable to the parent company	91,402	106,111

Notes to the Consolidated Statements of Income for the three months ended June 30, 2026

1. Certain expenses related to asset management business had previously been presented within operating expenses and other ordinary expenses. For the three months ended June 30, 2026, these expenses are presented within investment expenses to more appropriately reflect their relationship with revenues from asset management business, which are included in investment income. As a result, ¥2,314 million previously included in operating expenses and ¥400 million previously included in other ordinary expenses in the consolidated statement of income for the three months ended June 30, 2025 have been reclassified to investment expenses.
2. The following is a breakdown of ordinary income and ordinary expenses for the three months ended June 30, 2026.

(Million Yen)

Ordinary income items		Ordinary expenses items	
Revenues from insurance and reinsurance	2,692,618	Benefits and other payments	2,391,402
Premiums	2,218,618	Death and other claims	406,735
Reinsurance revenue	473,999	Annuity payments	335,053
		Health and other benefits	307,670
		Surrender benefits	680,660
		Other refunds	65,529
		Reinsurance premiums	594,808
		Others	944

Certain overseas consolidated subsidiaries have applied the accounting standard “Insurance Contracts” issued by the Australian Accounting Standards Board (hereinafter, “AASB No.17”). Based on the “Comprehensive Guidelines for Supervision of Insurance Companies” announced by the Financial Services Agency, insurance revenue recognized under AASB No.17 is reclassified as a written amount and recorded in revenues from insurance and reinsurance. Insurance service expenses and other items recognized under AASB No.17 at certain overseas consolidated subsidiaries were previously included and presented within others under benefits and other payments. As these items have become more material, for the three months ended June 30, 2026, they are presented within reinsurance premiums and others under benefits and other payments, provision for policy reserves under provision for policy reserves, and reversal of reserve for outstanding claims included in other ordinary income. As a result, ¥20,595 million that had been included and presented within others under benefits and other payments in the consolidated statement of income for the three months ended June 30, 2025 has been reclassified to reinsurance premiums, others, provision for reserve for outstanding claims, and provision for policy reserves.

The effects of the reclassification on the consolidated statement of income for the three months ended June 30, 2026 are as follows:

(Million Yen)			
Ordinary income items	Before reclassification	After reclassification	Effects of reclassification
Other ordinary income	161,207	140,611	(20,595)
Reversal of reserve for outstanding claims	20,595	—	(20,595)

(Million Yen)			
Ordinary expenses items	Before reclassification	After reclassification	Effects of reclassification
Benefits and other payments	1,764,593	1,728,941	(35,652)
Reinsurance premiums	391,620	404,885	13,264
Others	51,575	2,658	(48,916)
Provision for policy reserves	304,121	319,177	15,056
Provision for reserve for outstanding claims	—	19,033	19,033
Provision for policy reserves	298,960	294,983	(3,977)

Previously, ¥373,404 million had been included and presented within policy reserves under policy reserves and other reserves in the consolidated balance sheet as of March 31, 2026. This has been reclassified to reserve for outstanding claims under policy reserves and other reserves in the current period.

3. Impairment losses are as follows:

1) Method for grouping the assets

Real estate for rental use and idle properties of the Company and certain consolidated subsidiaries are classified as a single asset group per property. Assets utilized for insurance business operations are classified into a single asset group.

2) Recognition of impairment losses

When a significant decrease in profitability or fair value of a certain asset group is noted, the book value is reduced to the recoverable amount, recognizing an impairment loss under extraordinary losses.

3) Breakdown of asset groups for which impairment losses were recognized for the three months ended June 30, 2026 is as follows:

(Million Yen)			
Purpose of use	Land	Buildings	Total
Idle properties	1,458	910	2,368
Total	1,458	910	2,368

4) Measurement of recoverable amount

The recoverable amount is based on either the value in use or net selling price of the asset depending on the type of asset.

In principle, the value in use is determined as the discounted future cash flows using a discount rate of 3.0%. Net selling price is determined based on appraisals performed in accordance with the “Real Estate Appraisal Standards” or standard land prices.

4. The total amount of depreciation of real estate for rental use and other assets for the three months ended June 30, 2026 was ¥29,586 million. Amortization of goodwill for the three months ended June 30, 2025 was ¥ 17,023 million.
5. In accordance with paragraph 7 of the Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules, etc. (ASBJ Practical Solution No. 46, March 22, 2024), the Company has not recorded any income taxes related to the global minimum tax rules for the relevant fiscal years, including the three months ended June 30, 2026.
6. TAIJU LIFE INSURANCE COMPANY LIMITED, Nippon Wealth Life Insurance Company Limited, and HANASAKU LIFE INSURANCE Co., Ltd., which are the Company’s consolidated subsidiaries, have executed modified coinsurance agreements as follows:

1) TAIJU LIFE INSURANCE COMPANY LIMITED

It has executed a modified coinsurance agreement covering foreign currency-denominated single premium endowment insurance (U.S. dollar/Australian dollar) and foreign currency-denominated single premium whole life insurance (U.S. dollar/Australian dollar).

a. Reinsurance revenue

Through this modified coinsurance agreement, insurance risk has been transferred, and items including additional policy reserves or reversals associated with market value adjustments upon interest rate fluctuations are recorded as reinsurance revenue and presented in revenues from insurance and reinsurance.

b. Reinsurance premiums

In cases where reinsurance revenue related to this modified coinsurance agreement is negative, the items are recorded as reinsurance premiums and presented as benefits and other payments.

2) Nippon Wealth Life Insurance Company Limited

a. Reinsurance revenue

It is recorded according to the timing of recognition of benefits and other payments for covered insurance products and to the ceding ratio for those products based on the reinsurance agreement. In addition, the ceding commission and policy reserve components are recorded according to the covered period and ceding ratio stipulated by the reinsurance agreement.

b. Reinsurance premiums

These are recorded according to factors such as the timing of recognition of premiums for covered insurance premiums and the ceding ratio for those products based on the reinsurance agreement.

3) HANASAKU LIFE INSURANCE Co., Ltd.

It has executed modified coinsurance agreements covering whole life medical insurance and related insurance products.

a. Reinsurance revenue

It is recorded according to the timing of recognition of benefits and other payments for the covered insurance policy and to the ceding ratio for such policy, based on the reinsurance agreement.

b. Reinsurance premiums

These are recorded according to factors such as the timing of recognition of premiums received from the original insurance policy covered by the reinsurance agreement and the ceding ratio for such policy, based on the reinsurance agreement.

Reinsurance revenue and reinsurance premiums include the following amounts:

4) Reinsurance revenue ¥473,999 million

(TAIJU LIFE INSURANCE COMPANY LIMITED)

Reinsurance revenue related to modified coinsurance agreements ¥10,868 million

Adjustment to policy reserves for ceded reinsurance (excluding additional policy reserves (reversals) associated with market value adjustments and related items ¥(17,328) million

Additional policy reserves (reversals) associated with market value adjustments and related items ¥(2,856) million

(Nippon Wealth Life Insurance Company Limited)

Reinsurance revenue related to modified coinsurance agreements ¥397,504 million

Ceding commission ¥455 million

Increase in the policy reserve component ¥307,262 million

Increase equivalent to additional provisions related to the standard policy reserve system ¥59,932 million

Additional policy reserves (reversals) associated with market value adjustments and related items ¥(206) million

Increase in unamortized ceding commissions related to surplus relief and similar reinsurance agreements ¥64,879 million

(HANASAKU LIFE INSURANCE Co., Ltd.)

Increase in unamortized ceding commissions related to surplus relief and similar reinsurance agreements ¥11,437 million

5) Reinsurance premiums ¥594,808 million

(Nippon Wealth Life Insurance Company Limited)

Reinsurance premiums related to modified coinsurance agreements ¥339,280 million

(HANASAKU LIFE INSURANCE Co., Ltd.)

Decrease in unamortized ceding commissions related to surplus relief and similar reinsurance agreements ¥8,204 million

Through these reinsurance items, ordinary loss decreased by ¥58,285 million, while surplus before income taxes increased by ¥58,285 million.

[Consolidated Statements of Comprehensive Income]

(Million Yen)

	Three months ended June 30, 2026	Three months ended June 30, 2025
Net surplus	94,196	107,498
Other comprehensive income:	1,440,776	375,324
Net unrealized gains on available-for-sale securities	1,575,998	350,710
Deferred gains (losses) on derivatives under hedge accounting	(196,495)	49,490
Foreign currency translation adjustments	48,306	(23,914)
Remeasurement of defined benefit plans	(5,097)	(3,557)
Valuation difference on policy reserves and other reserves of overseas subsidiaries and affiliates	54,984	—
Share of other comprehensive gains (losses) of affiliates accounted for under the equity method	(36,919)	2,594
Comprehensive income:	1,534,973	482,823
Comprehensive income attributable to the parent company	1,511,913	479,393
Comprehensive income attributable to noncontrolling interests	23,059	3,430

(6) Segment Information

For the three months ended June 30, 2026, the Company and its consolidated subsidiaries engaged in insurance business and insurance-related businesses (including asset management-related business and general administration-related business) in Japan and overseas. Segment information and its related information are omitted because there are no other significant segments to be reported.