

[Attachment]

Explanatory Material for Business Results for the Six Months Ended September 30, 2015

November 18, 2015

MS&AD Insurance Group Holdings, Inc.

UNOFFICIAL TRANSLATION

This document is an unofficial English translation of the Japanese original.

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1. Summary of Consolidated Business Results

(1) Consolidated Business Performance

(Yen in 100 millions)

	Items	Six months ended September 30, 2014	Six months ended September 30, 2015	Change	Change ratio
Ordinary income and expenses:					
Underwriting income:	1	21,257	23,233	1,975	9.3 %
Net premiums written	2	14,863	16,200	1,336	9.0
Deposit premiums from policyholders	3	738	683	(55)	(7.5)
Life insurance premiums	4	4,968	6,085	1,116	22.5
Reversal of outstanding claims	5	342	-	(342)	(100.0)
Underwriting expenses:	6	19,842	18,406	(1,435)	(7.2)
Net claims paid	7	8,274	7,766	(507)	(6.1)
Loss adjustment expenses	8	746	794	47	6.3
Commissions and collection expenses	9	2,994	3,333	339	11.3
Maturity refunds to policyholders	10	1,458	1,428	(30)	(2.1)
Life insurance claims	11	1,600	2,041	441	27.6
Provision for outstanding claims	12	-	634	634	-
Provision for underwriting reserves	13	4,742	2,369	(2,372)	(50.0)
Investment income:	14	3,083	1,744	(1,338)	(43.4)
Interest and dividends income	15	1,222	1,317	95	7.8
Investment gains on money trusts	16	426	2	(423)	(99.3)
Gains on sales of securities	17	212	538	326	154.0
Investment gains on separate accounts	18	1,454	-	(1,454)	(100.0)
Investment expenses:	19	137	2,505	2,367	1,724.0
Investment losses on money trusts	20	3	445	441	11,362.6
Losses on sales of securities	21	44	52	7	15.6
Impairment losses on securities	22	39	85	45	113.2
Investment losses on separate accounts	23	-	955	955	-
Operating expenses and general and administrative expenses	24	2,803	2,854	50	1.8
Other ordinary income and expenses:	25	23	12	(11)	(47.4)
Gains/(losses) on equity method investments	26	8	16	8	93.6
Ordinary profit/(loss)	27	1,580	1,224	(356)	(22.6)
Extraordinary income and losses:					
Extraordinary income	28	30	2	(27)	(90.8)
Extraordinary losses	29	61	56	(5)	(8.3)
Extraordinary income/(losses)	30	(31)	(53)	(22)	-
Income/(loss) before income taxes	31	1,548	1,170	(378)	(24.4)
Income taxes - current	32	133	233	99	75.0
Income taxes - deferred	33	307	69	(237)	(77.3)
Total income taxes	34	440	302	(137)	(31.2)
Net income/(loss)	35	1,108	867	(241)	(21.8)
Net income/(loss) attributable to non-controlling interests	36	12	7	(4)	(37.6)
Net income/(loss) attributable to owners of the parent	37	1,096	860	(236)	(21.6)

(Note) The figures in the above table are presented exclusive of Good Result Return premiums of Mitsui Sumitomo Insurance's proprietary automobile insurance product "ModoRich", which contains a special clause related to premium adjustment and refund at maturity.

Incurred losses related to non-life insurance business	38	7,933	8,393	460	5.8
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(Note) Incurred losses (excluding loss adjustment expenses) = net claims paid + movement in outstanding claims

(2) Breakdown of Results by Company (Net Premiums Written, Ordinary Profit and Net Income Attributable to Owners of the Parent)

(Yen in 100 millions)

	Items	Six months ended September 30, 2014	Six months ended September 30, 2015	Change	Change ratio
					%
Net premiums written ^(Note 1)	1	14,863	16,200	1,336	9.0
Mitsui Sumitomo Insurance ^(Note 1)	2	7,291	8,015	724	9.9
Aioi Nissay Dowa Insurance	3	5,836	6,135	298	5.1
Mitsui Direct General Insurance	4	171	181	10	5.9
Overseas insurance subsidiaries	5	1,534	1,833	298	19.5
Ordinary profit/(loss)	6	1,580	1,224	(356)	(22.6)
Mitsui Sumitomo Insurance	7	712	572	(140)	(19.7)
Aioi Nissay Dowa Insurance	8	573	214	(359)	(62.6)
Net income/(loss) attributable to owners of the parent	9	1,096	860	(236)	(21.6)
Mitsui Sumitomo Insurance	10	505	448	(56)	(11.2)
Aioi Nissay Dowa Insurance	11	465	144	(321)	(69.1)
Mitsui Direct General Insurance	12	(5)	(12)	(7)	-
Mitsui Sumitomo Aioi Life Insurance	13	34	51	16	49.1
Mitsui Sumitomo Primary Life Insurance	14	81	211	129	158.4
Overseas insurance subsidiaries	15	170	143	(26)	(15.7)
Others	16	16	(3)	(19)	(119.8)
Consolidation adjustments and holding company	17	(171)	(122)	49	-

(Notes) 1. The figures in the above table are presented exclusive of Good Result Return premiums of Mitsui Sumitomo Insurance's proprietary automobile insurance product "ModoRich", which contains a special clause related to premium adjustment and refund at maturity.

2. Items 10 to 16 represent the net income or loss on a non-consolidated basis after taking into account the Company's ownership interests in its subsidiaries.

(3) Breakdown of Results of Overseas Insurance Subsidiaries by Region

(Yen in 100 millions)

	Items	Six months ended September 30, 2014	Six months ended September 30, 2015	Change	Change ratio
					%
Net premiums written	1	1,534	1,833	298	19.5
Asia	2	740	890	150	20.4
Europe	3	447	552	105	23.5
Americas	4	210	247	37	17.6
Reinsurance	5	137	143	5	4.3
Net income/(loss) attributable to owners of the parent	6	170	143	(26)	(15.7)
Asia	7	96	95	(0)	(0.6)
Europe	8	25	(23)	(49)	(190.7)
Americas	9	5	13	8	137.0
Reinsurance	10	41	57	15	36.7

(4) Summary of Results of Domestic Life Insurance Business

(Yen in 100 millions)

	Items	Six months ended September 30, 2014	Six months ended September 30, 2015	Change	Change ratio	Year ended March 31, 2015
Amount of new policies						
Mitsui Sumitomo Aioi Life Insurance	1	12,675	12,354	(321)	(2.5) %	24,811
Mitsui Sumitomo Primary Life Insurance	2	4,846	6,249	1,402	28.9 %	10,247
Amount of policies in force						
Mitsui Sumitomo Aioi Life Insurance	3	215,341	222,630	3,690	1.7 %	218,940
Mitsui Sumitomo Primary Life Insurance	4	43,660	44,640	430	1.0 %	44,210
Annualized premiums for policies in force						
Mitsui Sumitomo Aioi Life Insurance	5	3,460	3,675	115	3.3 %	3,559
Mitsui Sumitomo Primary Life Insurance	6	4,694	4,581	66	1.5 %	4,515

(Notes) 1. The figures in the above table represent the total sum of individual insurance and individual annuities.

2. “Change” and “Change ratio” make comparisons with the six months ended September 30, 2014 for items 1 and 2 and the year ended March 31, 2015 for items 3 to 6.

2. Non-Consolidated Business Results of Mitsui Sumitomo Insurance Co., Ltd.

The figures in the tables below are presented exclusive of Good Result Return premiums of Mitsui Sumitomo Insurance's proprietary automobile insurance product "ModoRich", which contains a special clause related to premium adjustment and refund at maturity.

(1) Business Performance

(Yen in 100 millions)

	Items	Six months ended September 30, 2014	Six months ended September 30, 2015	Change	Change ratio
					%
(+) Net premiums written	1	7,291	8,015	724	9.9
(-) Net claims paid	2	4,059	3,801	(257)	(6.3)
(-) Loss adjustment expenses	3	421	424	2	0.7
(-) Commissions and collection expenses	4	1,280	1,412	131	10.3
(-) Operating expenses and general and administrative expenses for underwriting	5	1,015	974	(40)	(4.0)
Underwriting profit/(loss) before movements in reserves	6	514	1,402	887	172.4
(-) Movement in outstanding claims	7	(166)	295	461	-
(-) Movement in ordinary underwriting reserves	8	368	798	429	116.6
(-) Movement in catastrophe reserve	9	91	349	258	283.6
(+) Other	10	63	15	(48)	(76.3)
Underwriting profit/(loss)	11	285	(25)	(310)	(108.8)
(+) Interest and dividends income	12	565	538	(26)	(4.8)
(-) Transfer of investment income on deposit premiums from policyholders	13	197	183	(14)	(7.2)
Net interest and dividends income (item 12 - item 13)	14	368	355	(12)	(3.4)
(+) Gains/(losses) on sales of securities	15	95	353	257	268.5
(-) Impairment losses on securities	16	36	34	(2)	(7.0)
(+) Other	17	16	(55)	(71)	(435.5)
Investment profit/(loss)	18	443	619	175	39.6
(+) Other ordinary profit/(loss)	19	(16)	(22)	(5)	-
Ordinary profit/(loss)	20	712	572	(140)	(19.7)
(+) Extraordinary income/(losses):	21	(2)	(18)	(16)	-
Gains/(losses) on reserve for price fluctuation	22	(13)	(16)	(3)	-
Income/(loss) before income taxes	23	710	553	(156)	(22.0)
(-) Income taxes	24	205	105	(99)	(48.7)
Net income/(loss)	25	505	448	(56)	(11.2)

Ratios	Net loss ratio	26	61.5 %	52.7 %	(8.8) %	
	Net expense ratio	27	31.5 %	29.8 %	(1.7) %	
	Combined ratio	28	93.0 %	82.5 %	(10.5) %	

Incurred losses (item 2 + item 7)	29	3,893	4,097	204	5.2
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- (Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100
3. Combined ratio = net loss ratio + net expense ratio

(Reference) Business performance excluding residential earthquake insurance and CALI*

	Net premiums written	30	6,381	7,055	674	10.6
Ratios	Net loss ratio	31	58.6 %	49.4 %	(9.2) %	
	Net expense ratio	32	33.6 %	31.6 %	(2.0) %	
	Combined ratio	33	92.2 %	81.0 %	(11.2) %	

* CALI stands for compulsory automobile liability insurance, and the same hereinafter.

(2) Premiums written

(Yen in 100 millions)

	Net premiums written				Direct premiums written (excluding deposit premiums from policyholders)			
	Six months ended September 30, 2014		Six months ended September 30, 2015		Six months ended September 30, 2014		Six months ended September 30, 2015	
	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %
Fire and allied	1,069	1.5	1,518	41.9	1,391	3.4	1,895	36.2
Marine	319	10.2	354	11.2	426	8.6	502	17.8
Personal accident	783	3.2	742	(5.2)	821	3.0	780	(4.9)
Voluntary automobile	3,139	3.0	3,256	3.7	3,144	2.8	3,266	3.9
CALI	906	7.3	956	5.5	837	(1.6)	882	5.4
Other	1,072	6.0	1,187	10.7	1,195	8.6	1,344	12.4
Total	7,291	4.1	8,015	9.9	7,817	3.6	8,671	10.9

(3) Net claims paid

(Yen in 100 millions)

	Six months ended September 30, 2014			Six months ended September 30, 2015			
	Amount	Change ratio %	Net loss ratio %	Amount	Change ratio %	Net loss ratio %	Change %
Fire and allied	823	14.4	79.2	581	(29.5)	39.7	(39.5)
Marine	148	(14.3)	49.4	166	12.0	49.6	0.2
Personal accident	393	(1.1)	55.9	371	(5.6)	54.5	(1.4)
Voluntary automobile	1,607	(5.3)	59.2	1,557	(3.1)	56.1	(3.1)
CALI	674	0.3	81.6	676	0.4	77.6	(4.0)
Other	411	(3.4)	41.0	448	8.9	40.0	(1.0)
Total	4,059	(0.7)	61.5	3,801	(6.3)	52.7	(8.8)

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written × 100

2. Net claims paid for the six months ended September 30, 2014 include those related to the heavy snowfall disaster in February, 2014 of ¥34.9 billion (¥31.9 billion in Fire and allied, ¥2.0 billion in Voluntary automobile and ¥0.9 billion in Other).

(Reference) Incurred losses caused by natural disasters in Japan

(Yen in 100 millions)

	Six months ended September 30, 2014			Six months ended September 30, 2015		
	Incurred losses	Net claims paid	Outstanding claims	Incurred losses	Net claims paid	Outstanding claims
Fire and allied	72	26	45	312	46	266
Voluntary automobile	11	8	3	23	10	12
Other	12	1	10	16	1	15
Total	96	36	60	351	57	294

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(4) Expenses

<Company expenses>

(Yen in 100 millions)

	Items	Six months ended September 30, 2014			Six months ended September 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Personnel expenses	1	844	53	6.8	840	(3)	(0.4)
Non-personnel expenses	2	575	29	5.5	544	(31)	(5.5)
Taxes and contributions	3	62	(8)	(12.3)	66	3	5.7
Total	4	1,482	75	5.3	1,451	(31)	(2.1)

(Note) Total = loss adjustment expenses + operating expenses and general and administrative expenses

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Six months ended September 30, 2014			Six months ended September 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Operating expenses and general and administrative expenses	5	1,015	45	4.7	974	(40)	(4.0)
Commissions and collection expenses	6	1,280	66	5.5	1,412	131	10.3
Total	7	2,295	111	5.1	2,386	91	4.0
Net expense ratio	8	31.5 %	0.3 %		29.8 %	(1.7) %	

(5) Outstanding claims

(Yen in 100 millions)

	September 30, 2014		September 30, 2015	
	Balance		Balance	
		Movement		Movement
Fire and allied	1,096	(252)	1,041	95
Marine	269	(34)	389	60
Personal accident	546	(12)	523	(15)
Voluntary automobile	2,652	27	2,762	102
CALI	513	(4)	531	(2)
Other	1,277	109	1,456	54
Total	6,356	(166)	6,704	295

(6) Incurred losses and earned-incurred loss ratio

(Yen in 100 millions)

	Six months ended September 30, 2014		Six months ended September 30, 2015			
	Incurred losses	Earned-incurred loss ratio	Incurred losses	Change	Earned-incurred loss ratio	Change
		%			%	%
Fire and allied	594	60.1	697	102	66.3	6.2
Marine	122	40.8	236	113	69.2	28.4
Personal accident	426	59.5	389	(37)	55.5	(4.0)
Voluntary automobile	1,884	60.6	1,928	43	60.1	(0.5)
Other	549	58.5	529	(19)	52.4	(6.1)
Total	3,578	59.1	3,781	203	59.9	0.8

(Note) Earned-incurred loss ratio is calculated by the following method:

The calculation is exclusive of residential earthquake insurance and CALI.

Incurred losses = net claims paid + loss adjustment expenses + movement in outstanding claims

Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

Earned-incurred loss ratio = incurred losses / earned premiums x 100

(7) Underwriting reserves

(Yen in 100 millions)

		September 30, 2015				
		Total underwriting reserves	Ordinary underwriting reserves	Reserve for refunds and dividends to policyholders	Catastrophe reserve	Contingency reserve
Fire and allied	Balance	9,719	6,557	1,841	1,320	1
	Movement	517	465	(87)	139	0
Marine	Balance	1,042	302	-	739	-
	Movement	0	(15)	-	16	-
Personal accident	Balance	13,669	1,184	11,835	646	2
	Movement	(202)	41	(268)	23	0
Voluntary automobile	Balance	2,386	1,984	80	322	0
	Movement	154	49	0	104	0
CALI	Balance	2,253	2,253	-	-	-
	Movement	87	87	-	-	-
Other	Balance	4,863	2,638	604	1,620	0
	Movement	230	170	(6)	66	0
Total	Balance	33,934	14,920	14,361	4,649	4
	Movement	787	798	(362)	349	1

(Note) Reserves for residential earthquake insurance and CALI are included in ordinary underwriting reserves.

(8) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2015		September 30, 2015			
	Balance	Reserve ratio	Reversal	Provision	Balance	Reserve ratio
		%				%
Fire and allied	1,181	53.2	-	139	1,320	43.6
Marine	723	110.8	-	16	739	104.2
Personal accident	623	41.6	-	23	646	43.5
Voluntary automobile	217	3.5	-	104	322	4.9
Other	1,553	77.0	0	66	1,620	68.2
Total	4,299	34.0	0	349	4,649	32.9

(Note) Reserve ratio = catastrophe reserve / net premiums written (excluding premiums of residential earthquake insurance and CALI and Good Result Return premiums of the automobile insurance product “ModoRich”) x 100
Reserve ratio for September 30, 2015 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.

(9) Investment assets

(Yen in 100 millions)

	March 31, 2015	September 30, 2015	
			Change
Cash, deposits and savings	4,002	10,798	6,796
Investments in securities:	52,053	47,220	(4,833)
Domestic bonds	20,378	18,128	(2,249)
Domestic stocks	22,477	19,994	(2,482)
Foreign securities	8,968	8,838	(129)
Other securities	229	258	28
Loans	4,986	4,719	(266)
Land and buildings	2,165	2,152	(13)
Total	63,208	64,891	1,682

(Reference)

Long-term investment assets	14,622	14,259	(362)
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(Reference) Breakdown of domestic bonds

(Yen in 100 millions)

	March 31, 2015	September 30, 2015	
			Change
Government bonds	14,195	12,095	(2,100)
Municipal bonds	961	902	(59)
Corporate bonds:	5,220	5,131	(89)
Government agency bonds	1,420	1,285	(134)
Specific financial institution bonds	-	10	10
Other corporate bonds	3,800	3,834	33
Total	20,378	18,128	(2,249)

(10) Breakdown of interest and dividends income

(Yen in 100 millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015	
			Change
Investments in securities:	489	465	(23)
Domestic bonds	114	106	(7)
Domestic stocks	230	249	18
Foreign securities	133	91	(41)
Other securities	10	17	6
Loans	39	32	(6)
Land and buildings	26	30	3
Other	11	10	(0)
Total	565	538	(26)

(11) Investments in securities**Unrealized gains and losses on investments in securities**

(Yen in 100 millions)

September 30, 2015	Cost	Fair value	Difference	Change from March 31, 2015
Domestic bonds	16,942	18,128	1,186	(11)
Domestic stocks	6,994	19,429	12,434	(2,271)
Foreign securities	3,882	4,121	238	(149)
Other securities	689	726	36	(7)
Total	28,509	42,405	13,896	(2,439)

(Yen in 100 millions)

March 31, 2015	Cost	Fair value	Difference
Domestic bonds	19,181	20,378	1,197
Domestic stocks	7,202	21,909	14,706
Foreign securities	3,777	4,166	388
Other securities	1,001	1,045	43
Total	31,163	47,499	16,335

(Notes) 1. The above tables describe available-for-sale securities with practically determinable fair value.

2. "Other securities" includes loan receivable trust beneficiary certificates and commercial papers included in Monetary claims bought on the balance sheets.

Gains and losses on sales of securities

(Yen in 100 millions)

	Six months ended September 30, 2014 Gains/(losses)	Six months ended September 30, 2015 Gains/(losses)	Gains	Losses
Domestic bonds	2	10	12	1
Domestic stocks	82	331	338	6
Foreign securities	11	10	16	5
Other securities	-	-	-	-
Total	95	353	367	13

Impairment losses on securities

(Yen in 100 millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Domestic bonds	-	-	-
Domestic stocks	0	34	33
Foreign securities	36	-	(36)
Other securities	0	-	(0)
Total	36	34	(2)

3. Non-Consolidated Business Results of Aioi Nissay Dowa Insurance Co., Ltd.

(1) Business Performance

(Yen in 100 millions)

	Items	Six months ended September 30, 2014	Six months ended September 30, 2015	Change	Change ratio %
(+) Net premiums written	1	5,836	6,135	298	5.1
(-) Net claims paid	2	3,428	3,090	(337)	(9.8)
(-) Loss adjustment expenses	3	269	303	33	12.4
(-) Commissions and collection expenses	4	1,083	1,145	61	5.7
(-) Operating expenses and general and administrative expenses for underwriting	5	954	923	(31)	(3.3)
Underwriting profit/(loss) before movements in reserves	6	101	672	571	565.8
(-) Movement in outstanding claims	7	(185)	214	400	-
(-) Movement in ordinary underwriting reserves	8	65	235	170	261.4
(-) Movement in catastrophe reserve	9	(123)	219	343	-
(+) Other	10	47	19	(27)	(58.3)
Underwriting profit/(loss)	11	392	22	(370)	(94.3)
(+) Interest and dividends income	12	288	300	11	3.9
(-) Transfer of investment income on deposit premiums from policyholders	13	93	92	(0)	(0.9)
Net interest and dividends income (item 12 - item 13)	14	195	207	12	6.2
(+) Gains/(losses) on sales of securities	15	20	17	(3)	(17.3)
(-) Impairment losses on securities	16	8	10	1	14.4
(+) Other	17	(38)	(28)	9	-
Investment profit/(loss)	18	169	186	16	9.9
(+) Other ordinary profit/(loss)	19	11	5	(5)	(51.8)
Ordinary profit/(loss)	20	573	214	(359)	(62.6)
(+) Extraordinary income/(losses):	21	76	(33)	(109)	(144.1)
Gains/(losses) on reserve for price fluctuation	22	(7)	(8)	(0)	-
Income/(loss) before income taxes	23	649	180	(469)	(72.2)
(-) Income taxes	24	184	36	(147)	(80.2)
Net income/(loss)	25	465	144	(321)	(69.1)

Ratios	Net loss ratio	26	63.4 %	55.3 %	(8.1) %	
	Net expense ratio	27	34.9 %	33.7 %	(1.2) %	
	Combined ratio	28	98.3 %	89.0 %	(9.3) %	

Incurred losses (item 2 + item 7)	29	3,242	3,305	63	2.0
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- (Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100
3. Combined ratio = net loss ratio + net expense ratio
4. Extraordinary income/(losses) for the six months ended September 30, 2014 includes an income of ¥10.0 billion received in return for transfer of new policies of the third sector long term contracts to Mitsui Sumitomo Aioi Life Insurance Co., Ltd.

(Reference) Business performance excluding residential earthquake insurance and CALI

	Net premiums written	30	4,986	5,253	267	5.4
Ratios	Net loss ratio	31	60.6 %	51.8 %	(8.8) %	
	Net expense ratio	32	37.2 %	35.8 %	(1.4) %	
	Combined ratio	33	97.8 %	87.6 %	(10.2) %	

(2) Premiums written

(Yen in 100 millions)

	Net premiums written				Direct premiums written (excluding deposit premiums from policyholders)			
	Six months ended September 30, 2014		Six months ended September 30, 2015		Six months ended September 30, 2014		Six months ended September 30, 2015	
	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %
Fire and allied	661	(1.6)	892	34.8	996	1.7	1,307	31.2
Marine	51	(9.0)	29	(42.1)	37	(23.7)	(0)	(100.5)
Personal accident	368	(3.5)	340	(7.4)	382	(3.9)	355	(7.0)
Voluntary automobile	3,337	0.6	3,396	1.8	3,238	0.2	3,319	2.5
CALI	847	5.3	878	3.6	896	(1.6)	944	5.5
Other	569	5.2	597	4.8	655	0.1	677	3.4
Total	5,836	1.1	6,135	5.1	6,206	(0.3)	6,605	6.4

(3) Net claims paid

(Yen in 100 millions)

	Six months ended September 30, 2014			Six months ended September 30, 2015			
	Amount	Change ratio %	Net loss ratio %	Amount	Change ratio %	Net loss ratio %	Change %
Fire and allied	532	40.5	83.3	346	(35.0)	41.4	(41.9)
Marine	24	(26.5)	51.0	14	(42.3)	48.4	(2.6)
Personal accident	162	(4.6)	48.0	152	(6.0)	48.5	0.5
Voluntary automobile	1,816	(4.4)	59.3	1,697	(6.6)	55.7	(3.6)
CALI	622	(1.2)	79.6	614	(1.3)	76.3	(3.3)
Other	269	2.6	51.0	266	(1.5)	47.4	(3.6)
Total	3,428	1.6	63.4	3,090	(9.8)	55.3	(8.1)

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written × 100

2. Net claims paid for the six months ended September 30, 2014 include those related to the heavy snowfall disaster in February, 2014 of ¥23.8 billion (¥21.1 billion in Fire and allied, ¥2.2 billion in Voluntary automobile and ¥0.4 billion in Other).

(Reference) Incurred losses caused by natural disasters in Japan

(Yen in 100 millions)

	Six months ended September 30, 2014			Six months ended September 30, 2015		
	Incurred losses	Net claims paid	Outstanding claims	Incurred losses	Net claims paid	Outstanding claims
Fire and allied	41	15	26	246	35	210
Voluntary automobile	9	6	2	26	14	12
Other	3	0	3	9	0	9
Total	54	22	32	282	49	232

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(4) Expenses

(Yen in 100 millions)

<Company expenses>

	Items	Six months ended September 30, 2014			Six months ended September 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Personnel expenses	1	585	(19)	(3.3)	633	48	8.2
Non-personnel expenses	2	619	77	14.2	574	(44)	(7.2)
Taxes and contributions	3	56	(2)	(3.8)	56	(0)	(0.2)
Total	4	1,261	55	4.6	1,264	3	0.3

(Note) Total = loss adjustment expenses + operating expenses and general and administrative expenses

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Six months ended September 30, 2014			Six months ended September 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Operating expenses and general and administrative expenses	5	954	36	3.9	923	(31)	(3.3)
Commissions and collection expenses	6	1,083	51	5.0	1,145	61	5.7
Total	7	2,037	87	4.5	2,068	30	1.5
Net expense ratio	8	34.9 %	1.1 %		33.7 %	(1.2) %	

(5) Outstanding claims

(Yen in 100 millions)

	September 30, 2014		September 30, 2015	
	Balance	Movement	Balance	Movement
Fire and allied	472	(182)	648	179
Marine	38	0	38	(0)
Personal accident	265	(10)	251	(7)
Voluntary automobile	2,979	(2)	2,983	5
CALI	475	(7)	484	(5)
Other	688	17	919	44
Total	4,918	(185)	5,326	214

(6) Incurred losses and earned-incurred loss ratio

(Yen in 100 millions)

	Six months ended September 30, 2014		Six months ended September 30, 2015			
	Incurred losses	Earned-incurred loss ratio	Incurred losses	Change	Earned-incurred loss ratio	Change
		%			%	%
Fire and allied	368	49.9	549	180	70.8	20.9
Marine	26	49.6	13	(13)	53.1	3.5
Personal accident	165	49.5	157	(8)	47.4	(2.1)
Voluntary automobile	1,975	60.0	1,896	(79)	56.2	(3.8)
Other	308	58.2	327	19	60.4	2.2
Total	2,845	57.4	2,944	99	58.3	0.9

(Note) Earned-incurred loss ratio is calculated by the following method:

The calculation is exclusive of residential earthquake insurance and CALI.

Incurred losses = net claims paid + loss adjustment expenses + movement in outstanding claims

Earned premiums are calculated based on unearned premiums, premium reserve, etc.

Earned-incurred loss ratio = incurred losses / earned premiums x 100

(7) Underwriting reserves

(Yen in 100 millions)

		September 30, 2015				
		Total underwriting reserves	Ordinary underwriting reserves	Reserve for refunds and dividends to policyholders	Catastrophe reserve	Contingency reserve
Fire and allied	Balance	6,960	5,042	857	1,057	3
	Movement	128	116	(60)	72	0
Marine	Balance	166	28	-	138	-
	Movement	(7)	(7)	-	0	-
Personal accident	Balance	5,360	709	4,024	622	3
	Movement	(100)	9	(120)	10	0
Voluntary automobile	Balance	2,302	1,956	22	322	0
	Movement	132	22	0	109	0
CALI	Balance	2,262	2,262	-	-	-
	Movement	52	52	-	-	-
Other	Balance	2,003	1,268	164	570	0
	Movement	68	42	(1)	27	(0)
Total	Balance	19,055	11,267	5,069	2,710	7
	Movement	273	235	(181)	219	-

(Note) Reserves for residential earthquake insurance and CALI are included in ordinary underwriting reserves.

(8) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2015		September 30, 2015			
	Balance	Reserve ratio	Reversal	Provision	Balance	Reserve ratio
		%				%
Fire and allied	984	68.2	-	72	1,057	59.4
Marine	137	181.8	-	0	138	233.1
Personal accident	611	88.0	-	10	622	91.3
Voluntary automobile	213	3.2	-	109	322	4.8
Other	542	51.3	2	30	570	47.7
Total	2,490	25.1	2	222	2,710	25.8

(Note) Reserve ratio = catastrophe reserve / net premiums written (excluding premiums of residential earthquake insurance and CALI) x 100
Reserve ratio for September 30, 2015 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.

(9) Investment assets

(Yen in 100 millions)

	March 31, 2015	September 30, 2015	
			Change
Cash, deposits and savings	1,356	1,445	88
Investments in securities:	25,730	24,990	(740)
Domestic bonds	9,402	9,476	73
Domestic stocks	8,983	8,252	(731)
Foreign securities	6,910	6,814	(96)
Other securities	433	446	13
Loans	2,262	2,233	(28)
Land and buildings	1,685	1,650	(34)
Total	31,034	30,320	(714)

(Reference)

Long-term investment assets	5,228	5,046	(182)
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(Reference) Breakdown of domestic bonds

(Yen in 100 millions)

	March 31, 2015	September 30, 2015	
			Change
Government bonds	6,699	6,736	37
Municipal bonds	269	240	(29)
Corporate bonds:	2,434	2,499	65
Government agency bonds	338	316	(21)
Specific financial institution bonds	298	285	(13)
Other corporate bonds	1,796	1,897	100
Total	9,402	9,476	73

(10) Breakdown of interest and dividends income

(Yen in 100 millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015	
			Change
Investments in securities:	246	256	9
Domestic bonds	52	49	(2)
Domestic stocks	90	97	6
Foreign securities	93	88	(4)
Other securities	10	21	10
Loans	16	15	(0)
Land and buildings	22	21	(0)
Other	2	6	3
Total	288	300	11

(11) Investments in securities**Unrealized gains and losses on investments in securities**

(Yen in 100 millions)

September 30, 2015	Cost	Fair value	Difference	Change from March 31, 2015
Domestic bonds	8,955	9,476	520	5
Domestic stocks	4,504	7,987	3,482	(726)
Foreign securities	5,257	5,929	671	(75)
Other securities	338	395	57	(27)
Total	19,055	23,788	4,732	(823)

(Yen in 100 millions)

March 31, 2015	Cost	Fair value	Difference
Domestic bonds	8,887	9,402	515
Domestic stocks	4,503	8,712	4,209
Foreign securities	5,276	6,022	746
Other securities	285	370	84
Total	18,952	24,508	5,556

(Notes) 1. The above tables describe available-for-sale securities with practically determinable fair value.

2. "Other securities" includes loan receivable trust beneficiary certificates included in Monetary claims bought on the balance sheets.

Gains and losses on sales of securities

(Yen in 100 millions)

	Six months ended September 30, 2014 Gains/(losses)	Six months ended September 30, 2015 Gains/(losses)	Gains	Losses
Domestic bonds	0	0	0	0
Domestic stocks	46	81	81	0
Foreign securities	(26)	(64)	4	69
Other securities	(0)	-	-	-
Total	20	17	86	69

Impairment losses on securities

(Yen in 100 millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Domestic bonds	-	-	-
Domestic stocks	7	10	2
Foreign securities	1	-	(1)
Other securities	-	-	-
Total	8	10	1

4. Earnings Forecasts

(1) MS&AD Insurance Group Holdings, Inc. (Consolidated)

(Yen in 100 millions)

	Items	Forecasts for year ending March 31, 2016	Change from previous year
Net premiums written ^(Note) :	1	30,950	5.2 %
Net premiums written at overseas non-life insurance subsidiaries	2	3,410	16.3 %
Ordinary profit/(loss)	3	2,450	(420)
Net income/(loss) attributable to owners of the parent	4	1,570	207
Annual total of dividends per share	5	70.00 yen	5.00 yen

(2) Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

(Yen in 100 millions)

	Items	Forecasts for year ending March 31, 2016	Change from previous year
Net premiums written ^(Note)	6	15,210	5.2 %
Ordinary profit/(loss)	7	1,490	(223)
Net income/(loss)	8	1,040	148

(3) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

(Yen in 100 millions)

	Items	Forecasts for year ending March 31, 2016	Change from previous year
Net premiums written	9	11,910	2.6 %
Ordinary profit/(loss)	10	540	(149)
Net income/(loss)	11	310	(84)

(Note) The figures in the above tables are presented exclusive of Good Result Return premiums of Mitsui Sumitomo Insurance's proprietary automobile insurance product "ModoRich", which contains a special clause related to premium adjustment and refund at maturity.

(Breakdown of earnings forecasts)

Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

(Yen in 100 millions)

	Results for year ended March 31, 2015	Forecasts for year ending March 31, 2016
Direct premiums written (excluding deposit premiums from policyholders)	15,655	16,500
Change ratio	4.9 %	5.4 %
Net premiums written	14,458	15,210
Change ratio	4.4 %	5.2 %
Net loss ratio	62.2 %	59.0 %
Net expense ratio	31.8 %	31.0 %
Combined ratio	94.0 %	90.0 %
Underwriting profit/(loss)	140	130
Net interest and dividends income	706	800
Ordinary profit/(loss)	1,713	1,490
Net income/(loss)	891	1,040

(Reference) Excluding residential earthquake insurance and CALI

	Results for year ended March 31, 2015	Forecasts for year ending March 31, 2016
Change ratio of net premiums written	4.5 %	5.4 %
Net loss ratio	59.4 %	56.1 %
Net expense ratio	33.9 %	33.0 %
Combined ratio	93.3 %	89.1 %

Forecasts by line of insurance for the year ending March 31, 2016

(Yen in 100 millions)

	Net premiums written		Net loss ratio		Change
		Change ratio			
Fire and allied	2,505	12.5 %	52.8 %	(14.2) %	
Marine	680	4.2 %	53.1 %	3.2 %	
Personal accident	1,408	(5.9) %	58.2 %	(0.5) %	
Voluntary automobile	6,460	3.1 %	59.4 %	(1.5) %	
CALI	1,867	3.6 %	79.6 %	(2.2) %	
Other	2,290	13.4 %	49.9 %	0.2 %	
Total	15,210	5.2 %	59.0 %	(3.2) %	

Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

(Yen in 100 millions)

	Results for year ended March 31, 2015	Forecasts for year ending March 31, 2016
Direct premiums written (excluding deposit premiums from policyholders)	12,436	12,721
Change ratio	0.9 %	2.3 %
Net premiums written	11,608	11,910
Change ratio	1.4 %	2.6 %
Net loss ratio	63.2 %	61.5 %
Net expense ratio	35.0 %	34.5 %
Combined ratio	98.2 %	96.0 %
Underwriting profit/(loss)	147	230
Net interest and dividends income	401	370
Ordinary profit/(loss)	689	540
Net income/(loss)	394	310

(Reference) Excluding residential earthquake insurance and CALI

	Results for year ended March 31, 2015	Forecasts for year ending March 31, 2016
Change ratio of net premiums written	1.3 %	2.7 %
Net loss ratio	60.4 %	58.7 %
Net expense ratio	37.2 %	36.6 %
Combined ratio	97.6 %	95.3 %

Forecasts by line of insurance for the year ending March 31, 2016

(Yen in 100 millions)

	Net premiums written		Net loss ratio		Change
		Change ratio			
Fire and allied	1,662	14.7 %	56.9 %	(9.3) %	
Marine	59	(22.1) %	55.9 %	(6.5) %	
Personal accident	639	(8.1) %	52.1 %	2.6 %	
Voluntary automobile	6,699	0.7 %	59.9 %	(1.1) %	
CALI	1,711	2.0 %	78.9 %	(1.3) %	
Other	1,140	7.7 %	57.8 %	2.7 %	
Total	11,910	2.6 %	61.5 %	(1.7) %	

[Supplementary Information]

1. Supplementary Information on Consolidated Business Results

(1) Premiums Written and Net Claims Paid by Line of Insurance

Direct Premiums Written by Line of Insurance (including Deposit premiums from policyholders)

(Yen in millions)

Lines of Insurance	Six months ended September 30, 2014			Six months ended September 30, 2015		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	302,190	17.9	2.6	388,457	21.1	28.5
Marine	66,888	4.0	7.6	74,491	4.1	11.4
Personal accident	181,634	10.7	(0.1)	171,314	9.3	(5.7)
Voluntary automobile	712,240	42.2	2.8	744,816	40.5	4.6
CALI	173,377	10.3	(1.6)	182,763	9.9	5.4
Other	251,215	14.9	10.8	278,110	15.1	10.7
Total:	1,687,545	100.0	3.2	1,839,954	100.0	9.0
Deposit premiums from policyholders	73,856	4.4	(4.8)	68,333	3.7	(7.5)

(Reference) Direct Premiums Written excluding Good Result Return premiums of the automobile insurance product “ModoRich”

Voluntary Automobile	713,046		3.0	744,770		4.4
Total	1,688,351		3.3	1,839,908		9.0

Net Premiums Written by Line of Insurance

(Yen in millions)

Lines of Insurance	Six months ended September 30, 2014			Six months ended September 30, 2015		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	206,487	13.9	2.6	278,385	17.2	34.8
Marine	53,874	3.6	7.0	58,372	3.6	8.3
Personal accident	121,216	8.2	1.4	115,956	7.2	(4.3)
Voluntary automobile	720,486	48.5	3.0	755,827	46.6	4.9
CALI	175,708	11.8	6.3	183,750	11.3	4.6
Other	207,734	14.0	10.0	227,763	14.1	9.6
Total	1,485,508	100.0	4.2	1,620,056	100.0	9.1

(Reference) Net Premiums Written excluding Good Result Return premiums of the automobile insurance product “ModoRich”

Voluntary automobile	721,292		3.2	755,782		4.8
Total	1,486,313		4.4	1,620,011		9.0

Net Claims Paid by Line of Insurance

(Yen in millions)

Lines of Insurance	Six months ended September 30, 2014			Six months ended September 30, 2015		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	147,075	17.8	22.2	104,832	13.5	(28.7)
Marine	23,420	2.8	(12.0)	23,123	3.0	(1.3)
Personal accident	57,404	6.9	(1.8)	54,483	7.0	(5.1)
Voluntary automobile	383,726	46.4	(3.4)	372,687	48.0	(2.9)
CALI	129,977	15.7	(0.4)	129,391	16.6	(0.5)
Other	85,831	10.4	(2.8)	92,159	11.9	7.4
Total	827,436	100.0	0.7	776,677	100.0	(6.1)

(Note) The figures in the above tables include elimination of intersegment transactions.

(2) Available-for-Sale Securities

(Yen in millions)

Items		March 31, 2015			September 30, 2015		
		Carrying amount	Cost	Difference	Carrying amount	Cost	Difference
Securities whose carrying amount exceeds the cost	Domestic Bonds	4,358,320	4,086,543	271,776	4,198,881	3,929,194	269,686
	Domestic Stocks	3,023,028	1,206,153	1,816,874	2,678,096	1,155,032	1,523,063
	Foreign Securities	1,560,772	1,373,502	187,270	1,465,856	1,312,643	153,213
	Other Securities	84,350	71,716	12,634	69,661	60,449	9,212
	Sub Total	9,026,471	6,737,915	2,288,556	8,412,496	6,457,320	1,955,175
Securities whose carrying amount does not exceed the cost	Domestic Bonds	221,382	222,188	(806)	173,287	173,626	(338)
	Domestic Stocks	40,340	44,539	(4,199)	64,656	68,772	(4,116)
	Foreign Securities	394,327	400,293	(5,965)	505,831	515,067	(9,235)
	Other Securities	63,946	63,953	(6)	94,183	94,638	(454)
	Sub Total	719,997	730,975	(10,978)	837,959	852,104	(14,145)
Total		9,746,468	7,468,890	2,277,577	9,250,455	7,309,425	1,941,030

March 31, 2015	September 30, 2015
1. Available-for-sale securities without practically determinable fair value are not included in the above table. 2. “Other Securities” includes certificates of deposits included in Cash, deposits and savings, and commercial papers and loan receivable trust beneficiary certificates included in Monetary claims bought on the consolidated balance sheet. 3. The Company and its consolidated subsidiaries recognized impairment losses of ¥627 million on Available-for-sale securities with practically determinable fair value (comprised of ¥66 million on Domestic stocks, ¥560 million on Foreign securities and ¥0 million on Other securities) and ¥4,476 million on Available-for-sale securities without practically determinable fair value (comprised of ¥86 million on Domestic stocks, ¥3,115 million on Foreign securities and ¥1,275 million on Other securities). In principle, the Company and its domestic consolidated subsidiaries recognize impairment losses on securities with practically determinable fair value if the fair value declines by 30% or more from the cost.	1. Available-for-sale securities without practically determinable fair value are not included in the above table. 2. “Other Securities” includes certificates of deposits included in Cash, deposits and savings, and commercial papers and loan receivable trust beneficiary certificates included in Monetary claims bought on the consolidated balance sheet. 3. The Company and its consolidated subsidiaries recognized impairment losses of ¥8,154 million on Available-for-sale securities with practically determinable fair value (comprised of ¥7,748 million on Domestic stocks and ¥406 million on Foreign securities) and ¥363 million on Available-for-sale securities without practically determinable fair value (entire amount of impairment on Domestic stocks). In principle, the Company and its domestic consolidated subsidiaries recognize impairment losses on securities with practically determinable fair value if the fair value declines by 30% or more from the cost.

2. Summary of Business Results of Main Consolidated Subsidiaries

(1) Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	September 30, 2015
(Assets)		
Cash, deposits and savings	215,030	937,435
Call loans	40,000	29,000
Receivables under resale agreements	36,497	40,596
Monetary claims bought	95,949	61,413
Money trusts	12,913	11,540
Investments in securities	5,205,386	4,722,049
Loans	498,639	471,981
Tangible fixed assets	228,560	225,561
Intangible fixed assets	49,661	45,841
Other assets	362,144	396,006
Customers' liabilities under acceptances and guarantees	52,214	38,099
Bad debt reserve	(6,977)	(6,652)
Total assets	6,790,021	6,972,871
(Liabilities)		
Policy liabilities:	3,955,703	4,063,950
Outstanding claims	640,913	670,452
Underwriting reserves	3,314,789	3,393,497
Bonds issued	176,188	176,190
Other liabilities:	407,453	736,034
Borrowings	100,000	340,000
Income taxes payable	6,508	7,718
Lease obligations	1,185	1,208
Asset retirement obligations	3,710	3,749
Other liabilities	296,048	383,357
Reserve for pension and retirement benefits	137,329	138,649
Reserve for retirement benefits for officers	912	837
Accrued bonuses for employees	12,387	8,725
Reserves under the special laws:	60,519	62,197
Reserve for price fluctuation	60,519	62,197
Deferred tax liabilities	254,567	186,035
Acceptances and guarantees	52,214	38,099
Total liabilities	5,057,276	5,410,718
(Net assets)		
Common stock	139,595	139,595
Capital surplus	93,107	93,107
Retained earnings	294,673	306,120
Total shareholders' equity	527,376	538,823
Net unrealized gains/(losses) on investments in securities	1,173,227	990,871
Net deferred gains/(losses) on hedges	32,140	32,457
Total valuation and translation adjustments	1,205,368	1,023,328
Total net assets	1,732,745	1,562,152
Total liabilities and net assets	6,790,021	6,972,871

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2014	Six months ended September 30, 2015
Ordinary income:	880,786	950,098
Underwriting income:	825,258	870,837
Net premiums written	728,321	801,640
Deposit premiums from policyholders	56,771	50,749
Investment income on deposit premiums from policyholders	19,776	18,348
Reversal of outstanding claims	16,640	-
Investment income:	52,962	77,609
Interest and dividends income	56,584	53,891
Investment gains on money trusts	568	243
Gains on sales of securities	9,614	36,704
Gains on derivative transactions	1,677	3,901
Transfer of investment income on deposit premiums from policyholders	(19,776)	(18,348)
Other ordinary income	2,565	1,651
Ordinary expenses:	809,531	892,884
Underwriting expenses:	695,302	775,425
Net claims paid	405,952	380,199
Loss adjustment expenses	42,126	42,408
Commissions and collection expenses	128,014	141,210
Maturity refunds to policyholders	103,923	101,529
Provision for outstanding claims	-	29,538
Provision for underwriting reserves	14,685	78,708
Investment expenses:	4,991	11,426
Investment losses on money trusts	-	446
Losses on sales of securities	23	1,365
Impairment losses on securities	3,664	3,408
Operating expenses and general and administrative expenses	106,128	102,697
Other ordinary expenses:	3,109	3,334
Interest expense	2,948	2,959
Ordinary profit	71,254	57,213
Extraordinary income	3,704	196
Extraordinary losses	3,915	2,028
Income before income taxes	71,043	55,381
Income taxes - current	2,263	7,962
Income taxes - deferred	18,256	2,572
Total income taxes	20,520	10,535
Net income	50,523	44,845

Non-Consolidated Solvency Margin Ratio

Insurance companies running their business in Japan calculate the non-consolidated solvency margin ratio pursuant to the provisions of Articles 86 and 87 of the Insurance Business Act Enforcement Regulations and Public Notice No. 50 issued by the Ministry of Finance in 1996.

While insurance companies set aside reserves to provide for payments of insurance claims should an insured event occur, they are also required to maintain sufficient funds to pay out in an event outside the normal range of estimates such as a major catastrophe and a significant drop in the value of their assets.

The non-consolidated solvency margin ratio, or item (C) in each of the tables below, which is calculated in accordance with the Insurance Business Act, is the ratio of “solvency margin of insurance companies calculated based on their capital and other reserves”, or (A) the total amount of solvency margin, to “risks exceeding the normal range of estimates”, or (B) the total amount of risks.

The non-consolidated solvency margin ratio is one of the objective indicators used by the insurance regulatory authorities to supervise insurance companies. A non-consolidated solvency margin ratio of 200% or over indicates adequate ability to satisfy insurance claims and other payment requirements.

(Yen in millions)

	March 31, 2015	September 30, 2015
(A) Total amount of solvency margin	2,667,909	2,517,815
Total net assets	493,977	517,983
Reserve for price fluctuation	60,519	62,197
Contingency reserve	284	421
Catastrophe reserve	442,547	477,878
General bad debt reserve	231	188
Net unrealized gains/(losses) on investments in securities (prior to tax effect deductions)	1,480,735	1,252,506
Net unrealized gains/(losses) on land	30,905	34,166
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	106,191	106,191
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	38,129	34,114
Others	90,644	100,395
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	818,935	797,238
General insurance risk (R ₁)	115,263	117,400
Insurance risk of third sector insurance contracts (R ₂)	-	-
Assumed interest rate risk (R ₃)	18,400	18,342
Asset management risk (R ₄)	613,976	586,819
Business administration risk (R ₅)	18,113	17,712
Catastrophe risk (R ₆)	158,026	163,081
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	651.5 %	631.6 %

(2) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	September 30, 2015
(Assets)		
Cash, deposits and savings	103,797	112,781
Call loans	29,000	29,000
Monetary claims bought	213	130
Money trusts	2,664	2,660
Investments in securities	2,573,085	2,499,012
Loans	226,229	223,370
Tangible fixed assets	180,678	177,548
Intangible fixed assets	28,968	26,629
Other assets	272,452	288,523
Prepaid pension expenses	45,088	45,429
Deferred tax assets	-	15,446
Customers' liabilities under acceptances and guarantees	10,500	11,500
Bad debt reserve	(1,970)	(1,896)
Total assets	3,470,706	3,430,135
(Liabilities)		
Policy liabilities:	2,389,245	2,438,138
Outstanding claims	511,118	532,616
Underwriting reserves	1,878,127	1,905,522
Bonds issued	50,000	50,000
Other liabilities:	163,817	137,705
Income taxes payable	4,640	2,940
Lease obligations	218	164
Asset retirement obligations	548	634
Other liabilities	158,410	133,967
Reserve for pension and retirement benefits	17,197	19,061
Accrued bonuses for employees	6,241	6,154
Reserve for Reorganization by Function	754	485
Reserves under the special laws:	29,883	30,705
Reserve for price fluctuation	29,883	30,705
Deferred tax liabilities	6,144	-
Acceptances and guarantees	10,500	11,500
Total liabilities	2,673,785	2,693,752
(Net assets)		
Common stock	100,005	100,005
Capital surplus	81,207	81,207
Retained earnings	218,478	216,990
Total shareholders' equity	399,691	398,202
Net unrealized gains/(losses) on investments in securities	397,230	338,180
Total valuation and translation adjustments	397,230	338,180
Total net assets	796,921	736,383
Total liabilities and net assets	3,470,706	3,430,135

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2014	Six months ended September 30, 2015
Ordinary income:	684,949	674,390
Underwriting income:	656,226	640,542
Net premiums written	583,687	613,539
Deposit premiums from policyholders	17,084	17,583
Investment income on deposit premiums from policyholders	9,315	9,229
Reversal of outstanding claims	18,578	-
Reversal of underwriting reserves	24,425	-
Investment income:	26,641	30,967
Interest and dividends income	28,883	30,017
Investment gains on money trusts	0	0
Gains on sales of securities	6,837	8,638
Transfer of investment income on deposit premiums from policyholders	(9,315)	(9,229)
Other ordinary income	2,081	2,881
Ordinary expenses:	627,588	652,965
Underwriting expenses:	521,020	545,566
Net claims paid	342,825	309,072
Loss adjustment expenses	26,993	30,349
Commissions and collection expenses	108,336	114,513
Maturity refunds to policyholders	41,965	41,331
Provision for outstanding claims	-	21,498
Provision for underwriting reserves	-	27,394
Investment expenses:	6,878	9,818
Losses on sales of securities	4,743	6,907
Impairment losses on securities	877	1,003
Operating expenses and general and administrative expenses	99,107	96,079
Other ordinary expenses:	582	1,500
Interest expense	376	376
Ordinary profit	57,361	21,424
Extraordinary income	10,070	67
Extraordinary losses	2,440	3,433
Income before income taxes	64,990	18,059
Income taxes - current	1,117	1,345
Income taxes - deferred	17,285	2,302
Total income taxes	18,402	3,647
Net income	46,588	14,411

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	September 30, 2015
(A) Total amount of solvency margin	1,285,586	1,243,859
Total net assets	383,791	387,745
Reserve for price fluctuation	29,883	30,705
Contingency reserve	747	747
Catastrophe reserve	257,666	279,952
General bad debt reserve	387	311
Net unrealized gains/(losses) on investments in securities (prior to tax effect deductions)	501,764	427,175
Net unrealized gains/(losses) on land	5,273	9,389
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	50,000	50,000
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	9,945	9,745
Others	66,017	67,577
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	319,429	313,714
General insurance risk (R_1)	98,452	99,297
Insurance risk of third sector insurance contracts (R_2)	-	-
Assumed interest rate risk (R_3)	9,381	9,251
Asset management risk (R_4)	227,288	215,261
Business administration risk (R_5)	7,808	7,686
Catastrophe risk (R_6)	55,290	60,536
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	804.9 %	792.9 %

(3) Mitsui Direct General Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	September 30, 2015
(Assets)		
Cash, deposits and savings	3,029	3,580
Investments in securities	35,244	40,175
Tangible fixed assets	146	151
Intangible fixed assets	2,259	2,659
Other assets	5,729	5,266
Bad debt reserve	(0)	(0)
Total assets	46,408	51,832
(Liabilities)		
Policy liabilities:	37,877	40,210
Outstanding claims	18,538	21,011
Underwriting reserves	19,338	19,198
Other liabilities:	1,373	1,024
Income taxes payable	107	106
Asset retirement obligations	13	13
Other liabilities	1,253	904
Accrued bonuses for employees	216	145
Reserves under the special laws:	41	45
Reserve for price fluctuation	41	45
Deferred tax liabilities	81	104
Total liabilities	39,590	41,531
(Net assets)		
Common stock	32,600	35,101
Capital surplus	2,500	5,001
Retained earnings	(28,389)	(29,918)
Total shareholders' equity	6,710	10,183
Net unrealized gains/(losses) on investments in securities	106	117
Total valuation and translation adjustments	106	117
Total net assets	6,817	10,301
Total liabilities and net assets	46,408	51,832

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2014	Six months ended September 30, 2015
Ordinary income:	18,301	18,363
Underwriting income:	18,233	18,306
Net premiums written	17,143	18,157
Investment income on deposit premiums from policyholders	8	9
Reversal of underwriting reserves	1,081	139
Investment income:	62	50
Interest and dividends income	71	59
Gains on sales of securities	-	0
Transfer of investment income on deposit premiums from policyholders	(8)	(9)
Other ordinary income	4	6
Ordinary expenses:	18,997	19,857
Underwriting expenses:	15,245	15,873
Net claims paid	12,029	12,004
Loss adjustment expenses	1,309	1,282
Commissions and collection expenses	90	113
Provision for outstanding claims	1,815	2,472
Investment expenses	-	-
Operating expenses and general and administrative expenses	3,751	3,964
Other ordinary expenses	1	19
Ordinary loss	696	1,493
Extraordinary income	-	-
Extraordinary losses	4	6
Loss before income taxes	701	1,499
Income taxes - current	9	10
Income taxes - deferred	34	18
Total income taxes	43	29
Net Loss	744	1,529

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	September 30, 2015
(A) Total amount of solvency margin	8,023	10,986
Total net assets	6,710	10,183
Reserve for price fluctuation	41	45
Contingency reserve	0	0
Catastrophe reserve	1,135	608
General bad debt reserve	0	0
Net unrealized gains/(losses) on investments in securities (prior to tax effect deductions)	135	148
Net unrealized gains/(losses) on land	-	-
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	-	-
Others	-	-
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	6,269	6,286
General insurance risk (R_1)	5,719	5,719
Insurance risk of third sector insurance contracts (R_2)	-	-
Assumed interest rate risk (R_3)	0	0
Asset management risk (R_4)	735	839
Business administration risk (R_5)	202	205
Catastrophe risk (R_6)	300	300
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	255.9 %	349.5 %

(4) Mitsui Sumitomo Aioi Life Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	September 30, 2015
(Assets)		
Cash, deposits and savings	22,693	21,236
Call loans	1,642	2,213
Receivables under securities borrowing transactions	326,525	278,524
Investments in securities	2,548,787	2,660,690
Loans	51,282	52,272
Tangible fixed assets	5,509	5,099
Intangible fixed assets	14,674	16,063
Due from agencies	211	182
Reinsurance accounts receivable	1,207	40
Other assets	36,794	36,845
Bad debt reserve	(64)	(60)
Total assets	3,009,263	3,073,107
(Liabilities)		
Policy liabilities:	2,463,382	2,578,251
Outstanding claims	22,786	24,435
Underwriting reserves	2,433,517	2,546,056
Reserve for dividends to policyholders	7,077	7,759
Due to agencies	5,395	4,788
Reinsurance accounts payable	272	220
Other liabilities:	341,806	290,901
Payables under securities lending transactions	328,168	280,738
Income taxes payable	2,787	2,378
Lease obligations	3,093	2,888
Asset retirement obligations	422	425
Other liabilities	7,335	4,470
Reserve for pension and retirement benefits	1,874	2,042
Reserve for retirement benefits for officers	41	38
Reserves under the special laws:	4,527	4,860
Reserve for price fluctuation	4,527	4,860
Deferred tax liabilities	22,823	21,197
Total liabilities	2,840,124	2,902,300
(Net assets)		
Common stock	35,500	35,500
Capital surplus	43,688	43,688
Retained earnings	(4,501)	621
Total shareholders' equity	74,686	79,809
Net unrealized gains/(losses) on investments in securities	94,452	90,997
Total valuation and translation adjustments	94,452	90,997
Total net assets	169,139	170,807
Total liabilities and net assets	3,009,263	3,073,107

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2014	Six months ended September 30, 2015
Ordinary income:	235,936	252,099
Insurance premiums and others:	215,382	227,323
Insurance premiums	215,301	227,170
Investment income:	20,106	23,789
Interest and dividends income	19,477	21,422
Gains on sales of securities	611	2,362
Other ordinary income	447	986
Ordinary expenses:	228,061	241,829
Insurance claims and others:	78,124	85,144
Insurance claims	16,186	18,594
Annuity payments	5,242	6,583
Benefits	5,883	7,097
Surrender benefits	48,662	50,763
Other refunds	1,470	1,401
Provision for underwriting reserves and others:	107,931	114,187
Provision for outstanding claims	1,459	1,648
Provision for underwriting reserves	106,471	112,538
Provision for interest portion of reserve for dividends to policyholders	0	0
Investment expenses:	203	518
Interest expense	142	157
Losses on sales of securities	21	84
Losses on derivative transactions	22	256
Operating expenses	36,910	36,671
Other ordinary expenses	4,892	5,307
Ordinary profit	7,874	10,270
Extraordinary income	3	0
Extraordinary losses	294	357
Provision for reserve for dividends to policyholders	2,458	2,838
Income before income taxes	5,125	7,074
Income taxes - current	1,837	2,179
Income taxes - deferred	(148)	(228)
Total income taxes	1,688	1,950
Net income	3,436	5,123

Business Results**Amount of Policies in Force and New Policies****(1) Policies in force**

(Yen in 100 millions)

	March 31, 2015		September 30, 2015	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	2,600	211,276	2,686	215,075
Individual annuities	186	7,663	186	7,554
Group insurance	-	53,014	-	55,071
Group annuities	-	3	-	3

(Notes) 1. The amounts of individual annuities represent the total sum of (a) the funds to be held at the time annuity payments are to commence for the policies for which annuity payments have not yet commenced and (b) the underwriting reserves for the policies for which annuity payments have commenced.

2. The amounts of group annuities represent the underwriting reserves.

(2) New policies

(Yen in 100 millions)

	Six months ended September 30, 2014				Six months ended September 30, 2015			
	Number of policies (in thousands)	Amount	New policies	Net increase by conversion	Number of policies (in thousands)	Amount	New policies	Net increase by conversion
Individual insurance	171	12,430	12,430	-	156	12,237	12,237	-
Individual annuities	3	245	245	-	2	117	117	-
Group insurance	-	666	666	-	-	519	519	-
Group annuities	-	-	-	-	-	-	-	-

(Note) The amounts of individual annuities represent the funds to be held at the time annuity payments are to commence.

Annualized Premiums**(1) Policies in force**

(Yen in 100 millions)

	March 31, 2015	September 30, 2015
Individual insurance	3,123	3,242
Individual annuities	436	433
Total:	3,559	3,675
Medical coverage, living benefits, etc.	705	747

(2) New policies

(Yen in 100 millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015
Individual insurance	222	239
Individual annuities	13	6
Total:	235	246
Medical coverage, living benefits, etc.	72	67

(Notes) 1. An annualized premium is the annual total of premiums that is obtained by multiplying the amount of a single payment with the number of payments per year in accordance with the premium payment method. An annualized premium for a lump-sum payment policy is the premium divided by the number of years of coverage.

2. "Medical coverage, living benefits, etc." represents the portion of annualized premiums that corresponds to medical coverage benefits (for hospitalization, surgeries, etc.), living benefits (for specified diseases, nursing care, etc.) and premium waiver benefits (excluding those for disability, but including those for specified diseases, nursing care, etc.).

Non-Consolidated Business Performance

(Yen in millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Fundamental revenues:	235,314	249,735	14,421
Insurance premiums and others	215,382	227,323	11,940
Fundamental expenses	226,857	240,387	13,529
Fundamental profit	8,456	9,348	892
Capital gains/(losses)	574	2,022	1,448
Non-recurring gains/(losses)	(1,155)	(1,101)	54
Ordinary profit	7,874	10,270	2,395
Extraordinary income	3	0	(3)
Extraordinary losses	294	357	62
Provision for reserve for dividends to policyholders	2,458	2,838	379
Income taxes	1,688	1,950	261
Net income	3,436	5,123	1,687

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	September 30, 2015
(A) Total amount of solvency margin	330,141	338,739
Total capital	74,686	79,443
Reserve for price fluctuation	4,527	4,860
Contingency reserve	25,852	26,954
General bad debt reserve	9	6
Net unrealized gains/(losses) on investments in securities x 90%	119,392	115,024
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	134,117	137,999
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	(28,747)	(26,271)
Brought in capital	-	-
Deductions	-	-
Others	304	721
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	46,175	45,826
Insurance risk (R ₁)	14,832	15,142
Insurance risk of third sector insurance contracts (R ₈)	7,572	8,284
Assumed interest rate risk (R ₂)	3,011	3,036
Minimum guarantee risk (R ₇)	-	-
Asset management risk (R ₃)	35,269	34,914
Business administration risk (R ₄)	1,820	1,227
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	1,429.9 %	1,478.3 %

(5) Mitsui Sumitomo Primary Life Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	September 30, 2015
(Assets)		
Cash, deposits and savings	23,623	96,463
Call loans	129,694	76,196
Monetary claims bought	-	39,994
Money trusts	526,168	700,455
Investments in securities	3,852,767	3,658,926
Loans	487	8,829
Tangible fixed assets	839	750
Intangible fixed assets	4,558	4,844
Reinsurance accounts receivable	111	61
Other assets	93,820	49,584
Deferred tax assets	29,961	31,355
Total assets	4,662,032	4,667,462
(Liabilities)		
Policy liabilities:	4,463,755	4,443,728
Outstanding claims	9,968	8,103
Underwriting reserves	4,453,787	4,435,624
Due to agencies	6,914	9,053
Reinsurance accounts payable	2,973	2,977
Other liabilities:	36,774	43,955
Income taxes payable	714	1,456
Lease obligations	540	460
Asset retirement obligations	127	128
Other liabilities	35,391	41,908
Reserves under the special laws:	41,766	42,567
Reserve for price fluctuation	41,766	42,567
Total liabilities	4,552,185	4,542,282
(Net assets)		
Common stock	41,060	41,060
Capital surplus	24,735	24,735
Retained earnings	33,094	52,045
Total shareholders' equity	98,889	117,840
Net unrealized gains/(losses) on investments in securities	10,957	7,339
Total valuation and translation adjustments	10,957	7,339
Total net assets	109,847	125,180
Total liabilities and net assets	4,662,032	4,667,462

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2014	Six months ended September 30, 2015
Ordinary income:	710,190	700,346
Insurance premiums and others:	498,975	650,876
Insurance premiums	498,084	650,574
Investment income:	207,598	28,019
Interest and dividends income	18,831	22,320
Investment gains on money trusts	41,730	-
Gains on sales of securities	1,584	5,698
Investment gains on separate accounts	145,451	-
Other ordinary income:	3,617	21,451
Reversal of outstanding claims	2,113	1,865
Reversal of underwriting reserves	-	18,162
Ordinary expenses:	699,467	669,895
Insurance claims and others:	303,687	394,097
Insurance claims	25,294	26,531
Annuity payments	30,103	35,495
Benefits	78,120	110,126
Surrender benefits	152,870	202,238
Other refunds	1,316	1,549
Provision for underwriting reserves and others:	353,623	-
Provision for underwriting reserves	353,623	-
Investment expenses:	3,954	225,254
Interest expense	0	0
Investment losses on money trusts	-	44,044
Losses on sales of securities	-	342
Losses on derivative transactions	165	3
Investment losses on separate accounts	-	95,550
Operating expenses	33,624	44,511
Other ordinary expenses	4,579	6,031
Ordinary profit	10,723	30,451
Extraordinary income	-	-
Extraordinary losses	836	802
Income before income taxes	9,886	29,649
Income taxes - current	4,895	8,424
Income taxes - deferred	(3,195)	73
Total income taxes	1,700	8,497
Net income	8,186	21,151

Business Results**Amount of Policies in Force and New Policies**

(1) Policies in force

(Yen in 100 millions)

	March 31, 2015		September 30, 2015	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	264	15,489	346	18,768
Individual annuities	339	28,721	330	25,872
Group insurance	-	-	-	-
Group annuities	-	-	-	-

(Note) The amounts of individual annuities represent the total sum of (a) the funds to be held at the time annuity payments are to commence (the premium reserves in the case of individual variable annuities) for the policies for which annuity payments have not yet commenced and (b) the underwriting reserves for the policies for which annuity payments have commenced.

(2) New policies

(Yen in 100 millions)

	Six months ended September 30, 2014				Six months ended September 30, 2015			
	Number of policies (in thousands)	Amount	New policies	Net increase by conversion	Number of policies (in thousands)	Amount	New policies	Net increase by conversion
Individual insurance	74	4,029	4,029	-	98	5,315	5,315	-
Individual annuities	14	816	816	-	16	933	933	-
Group insurance	-	-	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-	-	-

(Note) The amounts of individual annuities represent the funds to be held at the time annuity payments are to commence (the premium reserves at the time of enrollment in the case of individual variable annuities).

Annualized Premiums

(1) Policies in force

(Yen in 100 millions)

	March 31, 2015	September 30, 2015
Individual insurance	1,014	1,229
Individual annuities	3,500	3,352
Total:	4,515	4,581
Medical coverage, living benefits, etc.	1	0

(2) New policies

(Yen in 100 millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015
Individual insurance	265	357
Individual annuities	610	597
Total:	876	955
Medical coverage, living benefits, etc.	-	-

- (Notes) 1. An annualized premium is the annual total of premiums that is obtained by multiplying the amount of a single payment with the number of payments per year in accordance with the premium payment method. An annualized premium for a lump-sum payment policy is the premium divided by the number of years of coverage.
2. "Medical coverage, living benefits, etc." represents the portion of annualized premiums that corresponds to medical coverage benefits (for hospitalization, surgeries, etc.), living benefits (for specified diseases, nursing care, etc.) and premium waiver benefits (excluding those for disability, but including those for specified diseases, nursing care, etc.).

Non-Consolidated Business Performance

(Yen in millions)

	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Fundamental revenues:	696,097	699,755	3,657
Insurance premiums and others	498,975	650,876	151,901
Fundamental expenses	688,683	671,490	(17,193)
Fundamental profit	7,413	28,264	20,851
Capital gains/(losses)	10,277	(1,384)	(11,662)
Non-recurring gains/(losses)	(6,968)	3,570	10,539
Ordinary profit	10,723	30,451	19,727
Extraordinary income	-	-	-
Extraordinary losses	836	802	(34)
Provision for reserve for dividends to policyholders	-	-	-
Income taxes	1,700	8,497	6,797
Net income	8,186	21,151	12,965

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	September 30, 2015
(A) Total amount of solvency margin	323,085	408,834
Total capital	96,689	117,840
Reserve for price fluctuation	41,766	42,567
Contingency reserve	71,170	67,599
General bad debt reserve	-	-
Net unrealized gains/(losses) on investments in securities x 90%	13,861	9,283
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	87,411	150,779
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Brought in capital	-	-
Deductions	-	-
Others	12,186	20,763
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	73,451	77,536
Insurance risk (R ₁)	36	49
Insurance risk of third sector insurance contracts (R ₈)	10	8
Assumed interest rate risk (R ₂)	31,165	30,928
Minimum guarantee risk (R ₇)	6,259	5,093
Asset management risk (R ₃)	34,585	39,993
Business administration risk (R ₄)	1,441	1,521
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	879.7 %	1,054.5 %

3. Supplementary Information on Business Results for the Six Months Ended September 30, 2015 for Press Conference

(1) Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

1. Basic Information

(Yen in 100 millions)

		Six months ended September 30, 2014 (A)	Year ended March 31, 2015 (B)	Six months ended September 30, 2015 (C)	Change (C) - (B)	Change (C) - (A)
1	Net premiums written	7,291	14,458	8,015	-	724
	Change ratio	4.1 %	4.4 %	9.9 %	5.5 %	5.8 %
2	Total assets	63,432	67,900	69,728	1,828	6,296
3	Net loss ratio	61.5 %	62.2 %	52.7 %	(9.5)%	(8.8)%
4	Net expense ratio	31.5 %	31.8 %	29.8 %	(2.0)%	(1.7)%
5	Combined ratio	93.0 %	94.0 %	82.5 %	(11.5)%	(10.5)%
	Underwriting result ratio	7.0 %	6.0 %	17.5 %	11.5 %	10.5 %
6	Voluntary automobile insurance					
	Net premiums written	3,139	6,262	3,256	-	116
	Change ratio	3.0 %	2.9 %	3.7 %	0.8 %	0.7 %
	Underwriting result ratio	8.6 %	6.9 %	13.5 %	6.6 %	4.9 %
	Net loss ratio	59.2 %	60.9 %	56.1 %	(4.8)%	(3.1)%
	Net expense ratio	32.2 %	32.2 %	30.4 %	(1.8)%	(1.8)%
7	Fire and allied insurance					
	Net premiums written	1,069	2,226	1,518	-	448
	Change ratio	1.5 %	4.9 %	41.9 %	37.0 %	40.4 %
	Underwriting result ratio	(19.6)%	(6.7)%	26.0 %	32.7 %	45.6 %
	Net loss ratio	79.2 %	67.0 %	39.7 %	(27.3)%	(39.5)%
	Net expense ratio	40.4 %	39.7 %	34.3 %	(5.4)%	(6.1)%
8	Number of employees	15,002	14,859	14,818	(41)	(184)
9	Number of agencies	40,215	43,055	42,868	(187)	2,653

- (Notes) 1. Net premiums written and ratios are presented exclusive of Good Result Return premiums of the automobile insurance product "ModoRich", which contains a special clause related to premium adjustment and refund at maturity.
2. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
3. Net expense ratio = (commissions and collection expenses + operating expenses and general administrative expenses for underwriting) / net premiums written x 100
4. Combined ratio = net loss ratio + net expense ratio
5. Underwriting result ratio = 100 - combined ratio

(Reference) Consolidated Business Performance of MS&AD Insurance Group Holdings, Inc.

(Yen in 100 millions)

		Six months ended September 30, 2014 (A)	Year ended March 31, 2015 (B)	Six months ended September 30, 2015 (C)	Change (C) - (B)	Change (C) - (A)
1	Ordinary income	24,417	46,913	25,064	-	646
2	Net premiums written	14,863	29,407	16,200	-	1,336
	Change ratio	4.4 %	4.7 %	9.0 %	4.3 %	4.6 %
3	Life insurance premiums	4,968	7,217	6,085	-	1,116
	Change ratio	171.9 %	6.3 %	22.5 %	16.2 %	(149.4)%
4	Ordinary profit/(loss)	1,580	2,870	1,224	-	(356)
5	Net income/(loss) attributable to owners of the parent	1,096	1,362	860	-	(236)

- (Note) Ordinary income and net premiums written are presented exclusive of Good Result Return premiums of Mitsui Sumitomo Insurance's proprietary automobile insurance product "ModoRich", which contains a special clause related to premium adjustment and refund at maturity.

2. Other Information**(a) Non-performing assets****Risk-monitored loans**

(Yen in 100 millions)

	September 30, 2014	March 31, 2015	September 30, 2015
Loans to borrowers in bankruptcy	0	0	0
Overdue loans	7	3	3
Loans overdue for three months or more	5	5	5
Restructured loans	27	5	5
Total	39	14	15
Ratio to total loans	0.8 %	0.3 %	0.3 %

(Reference) Total loans	5,144	4,986	4,719
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Results of self-assessment of assets

(Yen in 100 millions)

	September 30, 2014	March 31, 2015	September 30, 2015
Non-classified	61,654	66,365	68,273
Category II	1,614	1,454	1,381
Category III	133	52	46
Category IV	67	63	61
Subtotal (Categories II - IV)	1,815	1,570	1,490
Total	63,469	67,936	69,764

(Note) "Total" represents the balances before write-off conducted based on self-assessment of assets (including impairment losses on securities and fixed assets).

(b) Impairment losses on securities

(Yen in 100 millions)

	Six months ended September 30, 2014	Year ended March 31, 2015	Six months ended September 30, 2015
Domestic bonds	-	-	-
Domestic stocks	0	0	34
Foreign securities	36	33	-
Other securities	0	0	-
Total	36	33	34

Rules for recognition of impairment

In principle, the Company recognizes impairment losses on securities with practically determinable fair value if the fair value declines by 30% or more from the cost.

(c) Impairment losses on fixed assets

(Yen in 100 millions)

	Six months ended September 30, 2014	Year ended March 31, 2015	Six months ended September 30, 2015
Land	10	10	0
Buildings	3	3	1
Others	-	-	-
Total	14	14	1

(d) Unrealized gains and losses on investments in securities

(Yen in 100 millions)

	September 30, 2014	March 31, 2015	September 30, 2015
Domestic bonds	1,002	1,197	1,186
Domestic stocks	12,141	14,706	12,434
Foreign securities	230	388	238
Other securities	46	43	36
Total	13,420	16,335	13,896

(Notes) 1. The above table describes available-for-sale securities with practically determinable fair value.

2. Monetary claims bought are included in "Other securities".

(e) Losses caused by natural disasters in Japan (Yen in 100 millions)

	Six months ended September 30, 2014	Year ended March 31, 2015	Six months ended September 30, 2015
Direct claims paid	37	173	59
Net claims paid	36	163	57
Outstanding claims	60	20	294

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(f) Catastrophe reserve (Yen in 100 millions)

Lines of insurance	September 30, 2014			March 31, 2015			September 30, 2015		
	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision
Fire and allied	924	43.4 %	96	1,181	53.2 %	352	1,320	43.6 %	139
Marine	708	111.0 %	14	723	110.8 %	29	739	104.2 %	16
Personal accident	642	41.0 %	24	623	41.6 %	46	646	43.5 %	23
Voluntary automobile	273	4.4 %	100	217	3.5 %	200	322	4.9 %	104
Other	1,527	71.2 %	60	1,553	77.0 %	108	1,620	68.2 %	66
Total	4,076	31.9 %	296	4,299	34.0 %	738	4,649	32.9 %	349

(Notes) 1. Reserve ratio = catastrophe reserve / (net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance and Good Result Return premiums of the automobile insurance product "ModoRich")) x 100

Reserve ratio for September 30 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.

2. Provision = gross provision

(g) Reinsurance assumed (Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2014		Six months ended September 30, 2015	
	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid
Fire and allied	231	148	205	151
Marine	69	29	83	44
Personal accident	3	4	2	3
Voluntary automobile	31	8	29	7
Compulsory automobile liability	699	674	737	676
Other	85	20	101	48
Total	1,121	886	1,159	931

(h) Reinsurance ceded (Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2014		Six months ended September 30, 2015	
	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid
Fire and allied	553	97	582	107
Marine	177	72	231	107
Personal accident	40	16	40	14
Voluntary automobile	36	22	39	21
Compulsory automobile liability	630	653	663	643
Other	209	69	258	124
Total	1,647	931	1,815	1,020

(2) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

1. Basic Information

(Yen in 100 millions)

		Six months ended September 30, 2014 (A)	Year ended March 31, 2015 (B)	Six months ended September 30, 2015 (C)	Change (C) - (B)	Change (C) - (A)
1	Net premiums written	5,836	11,608	6,135	-	298
	Change ratio	1.1 %	1.4 %	5.1 %	3.7 %	4.0 %
2	Total assets	33,031	34,707	34,301	(405)	1,269
3	Net loss ratio	63.4 %	63.2 %	55.3 %	(7.9)%	(8.1)%
4	Net expense ratio	34.9 %	35.0 %	33.7 %	(1.3)%	(1.2)%
5	Combined ratio	98.3 %	98.2 %	89.0 %	(9.2)%	(9.3)%
	Underwriting result ratio	1.7 %	1.8 %	11.0 %	9.2 %	9.3 %
6	Voluntary automobile insurance					
	Net premiums written	3,337	6,652	3,396	-	58
	Change ratio	0.6 %	1.0 %	1.8 %	0.8 %	1.2 %
	Underwriting result ratio	6.7 %	4.4 %	11.2 %	6.8 %	4.5 %
	Net loss ratio	59.3 %	61.0 %	55.7 %	(5.3)%	(3.6)%
	Net expense ratio	34.0 %	34.6 %	33.1 %	(1.5)%	(0.9)%
7	Fire and allied insurance					
	Net premiums written	661	1,449	892	-	230
	Change ratio	(1.6)%	6.8 %	34.8 %	28.0 %	36.4 %
	Underwriting result ratio	(30.9)%	(13.0)%	15.3 %	28.3 %	46.2 %
	Net loss ratio	83.3 %	66.2 %	41.4 %	(24.8)%	(41.9)%
	Net expense ratio	47.6 %	46.8 %	43.3 %	(3.5)%	(4.3)%
8	Number of employees	13,120	12,973	13,474	501	354
9	Number of agencies	49,827	53,581	53,842	261	4,015

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

2. Net expense ratio = (commissions and collection expenses + operating expenses and general administrative expenses for underwriting) / net premiums written x 100

3. Combined ratio = net loss ratio + net expense ratio

4. Underwriting result ratio = 100 - combined ratio

(Reference) Consolidated Business Performance of MS&AD Insurance Group Holdings, Inc.

Please refer to page 35.

2. Other Information**(a) Non-performing assets****Risk-monitored loans**

(Yen in 100 millions)

	September 30, 2014	March 31, 2015	September 30, 2015
Loans to borrowers in bankruptcy	0	-	-
Overdue loans	5	5	4
Loans overdue for three months or more	3	3	3
Restructured loans	17	14	13
Total	27	23	22
Ratio to total loans	1.3 %	1.0 %	1.0 %

(Reference) Total loans	2,173	2,262	2,233
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Results of self-assessment of assets

(Yen in 100 millions)

	September 30, 2014	March 31, 2015	September 30, 2015
Non-classified	32,552	34,558	33,940
Category II	206	202	258
Category III	1	1	0
Category IV	38	16	40
Subtotal (Categories II - IV)	245	219	299
Total	32,797	34,778	34,239

(Note) "Total" represents the balances before write-off conducted based on self-assessment of assets (including impairment losses on securities and fixed assets).

(b) Impairment losses on securities

(Yen in 100 millions)

	Six months ended September 30, 2014	Year ended March 31, 2015	Six months ended September 30, 2015
Domestic bonds	-	-	-
Domestic stocks	7	0	10
Foreign securities	1	0	-
Other securities	-	-	-
Total	8	0	10

Rules for recognition of impairment

In principle, the Company recognizes impairment losses on securities with practically determinable fair value if the fair value declines by 30% or more from the cost.

(c) Impairment losses on fixed assets

(Yen in 100 millions)

	Six months ended September 30, 2014	Year ended March 31, 2015	Six months ended September 30, 2015
Land	4	4	15
Buildings	10	11	7
Others	-	-	-
Total	15	16	22

(d) Unrealized gains and losses on investments in securities

(Yen in 100 millions)

	September 30, 2014	March 31, 2015	September 30, 2015
Domestic bonds	422	515	520
Domestic stocks	3,082	4,209	3,482
Foreign securities	533	746	671
Other securities	60	84	57
Total	4,098	5,556	4,732

(Notes) 1. The above table describes available-for-sale securities with practically determinable fair value.

2. Monetary claims bought are included in "Other securities".

(e) Losses caused by natural disasters in Japan (Yen in 100 millions)

	Six months ended September 30, 2014	Year ended March 31, 2015	Six months ended September 30, 2015
Direct claims paid	23	113	51
Net claims paid	22	107	49
Outstanding claims	32	9	232

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(f) Catastrophe reserve (Yen in 100 millions)

Lines of insurance	September 30, 2014			March 31, 2015			September 30, 2015		
	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision
Fire and allied	919	69.7 %	53	984	68.2 %	136	1,057	59.4 %	72
Marine	140	137.6 %	2	137	181.8 %	0	138	233.1 %	0
Personal accident	601	81.6 %	11	611	88.0 %	22	622	91.3 %	10
Voluntary automobile	177	2.7 %	107	213	3.2 %	213	322	4.8 %	109
Other	529	46.4 %	29	542	51.3 %	53	570	47.7 %	30
Total	2,368	23.7 %	203	2,490	25.1 %	427	2,710	25.8 %	222

(Notes) 1. Reserve ratio = catastrophe reserve / (net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance)) x 100

Reserve ratio for September 30 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.

2. Provision = gross provision

(g) Reinsurance assumed (Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2014		Six months ended September 30, 2015	
	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid
Fire and allied	150	42	185	44
Marine	23	9	32	10
Personal accident	12	6	14	6
Voluntary automobile	115	75	89	66
Compulsory automobile liability	620	622	640	614
Other	144	75	160	110
Total	1,068	832	1,121	853

(h) Reinsurance ceded (Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2014		Six months ended September 30, 2015	
	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid
Fire and allied	485	137	600	56
Marine	10	10	2	2
Personal accident	27	10	28	10
Voluntary automobile	16	9	13	3
Compulsory automobile liability	669	731	706	695
Other	229	124	240	151
Total	1,438	1,024	1,591	920

(Reference)

1. Incurred losses related to non-life insurance business (excluding loss adjustment expenses)

(Yen in 100millions)

	Items	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Incurred losses:	1	7,933	8,393	460
Mitsui Sumitomo Insurance + Aioi Nissay Dow Insurance:	2	7,135	7,403	267
Natural disasters in Japan	3	151	633	482
Other	4	6,983	6,769	(214)
Other	5	797	990	192

(Notes) 1. Incurred losses = net claims paid + movement in outstanding claims

2. “Natural disasters in Japan” represents losses caused by natural disasters in Japan incurred during the respective period.

2. Basic policy for strategic equity holdings

In our medium-term management plan “Next Challenge 2017”, the Group’s strategic equity holdings of ¥300 billion is planned to be sold over the 4 years from FY2014 to FY2017, however, now we have raised the target to ¥500 billion over the same period. We have also changed our basic policy for strategic equity holdings, which is required to be disclosed by the Corporate Governance Code (Principal 1.4), to the following.

< MS&AD Insurance Group Basic Policy for Strategic Equity Holdings (summary) >

We have adopted a policy to reduce the aggregate amount of our strategic equity holdings, aiming to build a solid financial base less affected by fluctuations in stock prices and to improve the capital efficiency.

The economic rationale for holding strategic equities is assessed from the perspective of the equity issuers’ growth potential and profitability and the medium- to long-term business relationship. If the rationale is not confirmed, we shall proceed with sales of those strategic equity holdings after obtaining the equity issuers’ understanding.

Otherwise, we may sell our holdings, taking into account the market environment and our business and financial strategies.

(Note) The full text will be available in the “Corporate Governance Reports” to be submitted to the Tokyo Stock Exchange.