

[Translation]

SUMMARY OF FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED JUNE 30, 2015

August 7, 2015

Name of Listed Company: **MS&AD Insurance Group Holdings, Inc.**
 Stock Exchange Listing: Tokyo Stock Exchange and Nagoya Stock Exchange
 Securities Code Number: 8725
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 Scheduled date to file the Quarterly Securities Report: August 10, 2015
 Scheduled date to commence dividend payments: -
 Explanatory material for business results: Available
 IR Conference (for institutional investors and analysts): To be held

(Note) Amounts of less than one million yen are truncated.

1. Consolidated Financial Highlights for the Three Months Ended June 30, 2015 (April 1, 2015 to June 30, 2015)

(1) Consolidated business performance

(Yen in millions)

	Ordinary income		Ordinary profit/(loss)		Net income/(loss) attributable to owners of the parent	
Three months ended June 30, 2015	1,179,739	(2.5) %	131,303	42.3 %	97,305	50.3 %
Three months ended June 30, 2014	1,209,956	15.8 %	92,302	(21.8) %	64,755	(22.1) %

Percent figures represent changes from the corresponding period of the preceding year.

(Note) Comprehensive income/(loss) For the three months ended June 30, 2015: ¥ 136,557 million (18.3) %
 For the three months ended June 30, 2014: ¥ 167,184 million 4.6 %

(Yen)

	Net income/(loss) attributable to owners of the parent per share - Basic	Net income/(loss) attributable to owners of the parent per share - Diluted
Three months ended June 30, 2015	159.28	-
Three months ended June 30, 2014	104.54	-

(2) Consolidated financial conditions

(Yen in millions)

	Total assets	Net assets	Ratio of net assets less non-controlling interests to total assets
June 30, 2015	18,949,820	3,130,743	16.4 %
March 31, 2015	18,787,654	3,036,246	16.0 %

(Reference) Net assets less non-controlling interests As of June 30, 2015: ¥ 3,101,051 million
 As of March 31, 2015: ¥ 3,006,712 million

2. Dividends

(Yen)

	Dividends per share				
	1st quarter	2nd quarter	3rd quarter	4th quarter	Annual total
Year ended March 31, 2015	-	29.00	-	36.00	65.00
Year ending March 31, 2016	-				
Year ending March 31, 2016 (Forecast)		35.00	-	35.00	70.00

(Note) Revision of the latest announced dividends per share forecast: None

3. Consolidated Earnings Forecasts for the Year Ending March 31, 2016 (April 1, 2015 to March 31, 2016)

(Yen in millions)

	Ordinary profit		Net income/(loss) attributable to owners of the parent		Net income/(loss) attributable to owners of the parent per share (Yen)
Year ending March 31, 2016	242,000	(15.7) %	157,000	15.2 %	258.23

Percent figures represent changes from the preceding year.

(Note) Revision of the latest announced earnings forecasts: None

*** Notes**

(1) Changes in significant subsidiaries for the period (changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Adoption of special accounting methods allowed to be applied to quarterly consolidated financial statements: Yes

(Note) For details, please refer to “(1) Adoption of Special Accounting Methods Allowed to be Applied to Quarterly Consolidated Financial Statements” on page 2 of the Appendix.

(3) Changes in accounting policies and accounting estimates and restatements

1. Changes in accounting policies due to revisions of accounting standards: None

2. Changes in accounting policies other than above: Yes

3. Changes in accounting estimates: Yes

4. Restatements: None

(Note) The Company has changed the depreciation method of tangible fixed assets since the first quarter of the current consolidated fiscal year, and it meets the definition of “changes in accounting policies which are difficult to distinguish from changes in accounting estimates”. For details, please refer to “(2) Changes in Accounting Policies and Accounting Estimates and Restatements” on page 2 of the Appendix.

(4) Number of shares of issued stock (common stock)

1. Number of shares of issued stock (including treasury stock)

As of June 30, 2015: 633,291,754 shares

As of March 31, 2015: 633,291,754 shares

2. Number of shares of treasury stock

As of June 30, 2015: 26,273,064 shares

As of March 31, 2015: 21,101,354 shares

3. Average number of shares of outstanding stock

For the three months ended June 30, 2015: 610,873,564 shares

For the three months ended June 30, 2014: 619,402,652 shares

*** Disclosure regarding the execution of the quarterly review process**

This report is outside the scope of the external auditor's quarterly review process required by “Financial Instruments and Exchange Act” but the review process for the quarterly consolidated financial statements under “Financial Instruments and Exchange Act” has been completed as of the disclosure date of the report.

*** Notes to the earnings forecasts**

Any earnings forecasts in this report have been made based on the information available to the Company as of the disclosure date of the report and certain assumptions, and therefore do not guarantee future performance. Actual results may differ substantially from these forecasts depending on various factors. The forecasts of consolidated ordinary income for the current fiscal year and consolidated earnings for the second quarter (cumulative) are not disclosed due to difficulties in calculating reasonable forecast figures stemming from a high susceptibility to natural disasters and market conditions.

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1. Qualitative Information on Business Results

(1) Explanation for Business Performance

During the three months ended June 30, 2015, the global economy was on a gradual recovery trend with a continuing recovery in the US and a pickup in Europe while a slowdown was shown in some emerging countries.

Japanese economy also moderately recovered with an improvement in corporate earnings and capital expenditures.

In this business environment, the business performance of the Group for the three months ended June 30, 2015 was as follows.

Underwriting income was ¥1,027.6 billion (of which net premiums written were ¥765.7 billion), investment income was ¥149.0 billion and other ordinary income was ¥3.0 billion, resulting in total ordinary income of ¥1,179.7 billion. Ordinary expenses amounted to ¥1,048.4 billion. This breaks down into underwriting expenses of ¥886.5 billion (of which net claims paid were ¥384.0 billion), investment expenses of ¥16.6 billion, operating expenses and general and administrative expenses of ¥141.8 billion and other ordinary expenses of ¥3.3 billion.

As a result, the Company posted an ordinary profit of ¥131.3 billion, marking an increase of ¥39.0 billion from the same period last year. After factoring in extraordinary income and losses, income taxes and other factors, net income attributable to owners of the parent of ¥97.3 billion was reported with an increase of ¥32.5 billion year on year.

(2) Explanation for Financial Conditions

As of June 30, 2015, total assets stood at ¥18,949.8 billion with an increase of ¥162.1 billion from March 31, 2015, and net assets stood at ¥3,130.7 billion with an increase of ¥94.4 billion from March 31, 2015 primarily due to an increase in retained earnings.

(3) Explanation for Future Forecast Information including Consolidated Earnings Forecasts

The Company keeps the forecasts of ordinary profit of ¥242.0 billion and net income attributable to owners of the parent of ¥157.0 billion on a consolidated basis for the year ending March 31, 2016 unchanged from the forecasts announced on May 20, 2015.

2. Notes to Summary of Financial Statements

(1) Adoption of Special Accounting Methods Allowed to be Applied to Quarterly Consolidated Financial Statements

(Calculation of income tax expenses)

The domestic consolidated companies calculate their income tax expenses primarily by multiplying income before income taxes by the effective income tax rate, after adding or deducting the permanent difference if this amount is significant.

(2) Changes in Accounting Policies and Accounting Estimates and Restatements

(Changes in accounting policies which are difficult to distinguish from changes in accounting estimates)

The Company and its domestic consolidated subsidiaries have changed the depreciation method of tangible fixed assets from the declining-balance method to the straight-line method since the first quarter of the current consolidated fiscal year. Previously, depreciation of tangible fixed assets held by the Company and its domestic consolidated subsidiaries was computed using the declining-balance method, except for buildings (excluding fixtures) acquired on or after April 1, 1998, to which the straight-line method was applied.

The Group, aiming to become one of the top global insurance and financial groups, has been endeavoring to enhance the efficiency of its business management as a group and expand its international business since April 1, 2010, when the Group was established. The Group has also moved forward with the reorganization by function as planned in “Next Challenge 2017” medium-term management plan, and most of the individual reorganization plans had been put in practice by the end of the previous fiscal year.

With the reorganization by function taking place, the Group reviewed its accounting policies including those applied by overseas subsidiaries and determined that it is more appropriate to adopt the straight-line depreciation method for tangible fixed assets for the following reasons:

- (a) After the reorganization by function, it is expected that tangible fixed assets held by the Company and its domestic consolidated subsidiaries will be used stably over their useful lives. Therefore, by adopting the straight-line method, in which an equal amount of expenses is recognized over useful lives of tangible fixed assets, it is considered that the actual usage of tangible fixed assets will be more appropriately reflected in profit and loss for each reporting period.
- (b) By adopting the straight-line method, the Group will be able to unify accounting policies applied by domestic consolidated subsidiaries with those applied by overseas consolidated subsidiaries that have been using the straight-line method, and be able to provide more useful financial information.

As a result of the change, ordinary profit and income before income taxes for the three months ended June 30, 2015 increased by ¥1,320 million, compared with the previous accounting method.

(3) Additional Information

The Company has made a change in presentation of net income and presentation of minority interests to non-controlling interests in accordance with Paragraph 39 of the Accounting Standard for Consolidated Financial Statements (ASBJ Statement No.22 issued on September 13, 2013). The new presentation is also applied to the financial statements for the three months ended June 30, 2014 and the year ended March 31, 2015.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Yen in millions)

	March 31, 2015	June 30, 2015
Assets		
Cash, deposits and savings	631,141	563,929
Call loans	200,336	158,513
Receivables under resale agreements	36,497	101,988
Receivables under securities borrowing transactions	326,525	269,111
Monetary claims bought	102,636	163,877
Money trusts	541,881	635,193
Investments in securities	14,444,996	14,628,776
Loans	775,816	750,546
Tangible fixed assets	477,477	474,776
Intangible fixed assets	182,882	178,318
Other assets	923,261	880,694
Assets for retirement benefits	54,762	54,361
Deferred tax assets	40,678	42,960
Customers' liabilities under acceptances and guarantees	59,500	57,500
Bad debt reserve	(10,741)	(10,729)
Total assets	18,787,654	18,949,820
Liabilities		
Policy liabilities:	13,839,481	13,958,336
Outstanding claims	1,491,004	1,481,151
Underwriting reserves	12,348,477	12,477,184
Bonds issued	226,188	226,189
Other liabilities	1,022,609	962,633
Liabilities for pension and retirement benefits	138,914	140,313
Reserve for retirement benefits for officers	953	893
Accrued bonuses for employees	23,961	3,368
Reserves under the special laws:	136,738	138,416
Reserve for price fluctuation	136,738	138,416
Deferred tax liabilities	303,060	331,425
Acceptances and guarantees	59,500	57,500
Total liabilities	15,751,408	15,819,076
Net assets		
Shareholders' equity:		
Common stock	100,000	100,000
Capital surplus	675,327	674,761
Retained earnings	490,329	565,596
Treasury stock	(49,978)	(69,999)
Total shareholders' equity	1,215,678	1,270,358
Accumulated other comprehensive income/(loss):		
Net unrealized gains/(losses) on investments in securities	1,635,784	1,695,781
Net deferred gains/(losses) on hedges	32,140	30,108
Foreign currency translation adjustments	94,417	76,601
Accumulated actuarial gains/(losses) on retirement benefits	28,690	28,201
Total accumulated other comprehensive income/(loss)	1,791,033	1,830,693
Non-controlling interests	29,533	29,692
Total net assets	3,036,246	3,130,743
Total liabilities and net assets	18,787,654	18,949,820

(2) Consolidated Statements of Income and Comprehensive Income

(Consolidated Statements of Income)

(Yen in millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Ordinary income:	1,209,956	1,179,739
Underwriting income:	1,060,840	1,027,606
Net premiums written	733,669	765,748
Deposit premiums from policyholders	38,176	37,995
Investment income on deposit premiums from policyholders	12,675	11,633
Life insurance premiums	245,422	209,948
Reversal of outstanding claims	29,735	-
Investment income:	144,692	149,066
Interest and dividends income	72,716	79,636
Investment gains on money trusts	16,228	6,769
Gains on sales of securities	8,875	19,947
Investment gains on separate accounts	55,505	31,160
Transfer of investment income on deposit premiums from policyholders	(12,675)	(11,633)
Other ordinary income	4,422	3,066
Ordinary expenses:	1,117,653	1,048,436
Underwriting expenses:	963,658	886,545
Net claims paid	425,387	384,002
Loss adjustment expenses	37,670	39,164
Commissions and collection expenses	150,056	158,385
Maturity refunds to policyholders	65,456	69,751
Life insurance claims	76,490	94,894
Provision for outstanding claims	-	691
Provision for underwriting reserves	205,565	137,740
Investment expenses:	8,889	16,638
Investment losses on money trusts	1,123	9,619
Losses on sales of securities	2,208	2,180
Impairment losses on securities	3,830	4,056
Operating expenses and general and administrative expenses	142,506	141,890
Other ordinary expenses:	2,599	3,362
Interest expense	1,801	1,737
Ordinary profit/(loss)	92,302	131,303
Extraordinary income:	2,720	79
Gains on sales of fixed assets	2,720	79
Extraordinary losses:	4,117	2,325
Losses on sales of fixed assets	1,064	282
Impairment losses on fixed assets	1,496	364
Provision for reserves under the special laws:	1,556	1,677
Provision for reserve for price fluctuation	1,556	1,677
Income/(loss) before income taxes	90,905	129,057
Income taxes	25,183	30,887
Net income/(loss)	65,722	98,170
Net income/(loss) attributable to non-controlling interests	966	864
Net income/(loss) attributable to owners of the parent	64,755	97,305

(Consolidated Statements of Comprehensive Income)

(Yen in millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Net income/(loss)	65,722	98,170
Other comprehensive income/(loss):		
Net unrealized gains/(losses) on investments in securities	104,864	59,708
Net deferred gains/(losses) on hedges	3,393	(2,032)
Foreign currency translation adjustments	(9,174)	(16,670)
Accumulated actuarial gains/(losses) on retirement benefits	87	(488)
Share of other comprehensive income/(loss) of equity method investments	2,290	(2,130)
Total other comprehensive income/(loss)	101,462	38,386
Total comprehensive income/(loss)	167,184	136,557
Allocation:		
Comprehensive income/(loss) attributable to owners of the parent	166,555	136,964
Comprehensive income/(loss) attributable to non-controlling interests	629	(407)

(3) Notes to Consolidated Financial Statements

(Notes to Going Concern Assumptions)

Not applicable.

(Notes to Significant Changes in Shareholders' Equity)

Repurchase of treasury stock

The Company repurchased its treasury stock in accordance with the resolution approved at the Board Meeting on 20 May, 2015. As a result, the balance of the treasury stock as of 30 June, 2015 was ¥69,999 million with an increase of ¥20,020 million for the cumulative first quarter of the current consolidated fiscal year.

Explanatory Material for Business Results

1. Summary of Consolidated Business Results

(1) Consolidated Business Performance

(Yen in 100 millions)

	Items	Three months ended June 30, 2014	Three months ended June 30, 2015	Change	Change ratio
Ordinary income and expenses:					
Underwriting income:	1	10,609	10,278	(331)	(3.1) %
Net premiums written	2	7,338	7,659	321	4.4
Deposit premiums from policyholders	3	381	379	(1)	(0.5)
Life insurance premiums	4	2,454	2,099	(354)	(14.5)
Reversal of outstanding claims	5	297	-	(297)	(100.0)
Underwriting expenses:	6	9,638	8,867	(770)	(8.0)
Net claims paid	7	4,253	3,840	(413)	(9.7)
Loss adjustment expenses	8	376	391	14	4.0
Commissions and collection expenses	9	1,500	1,583	83	5.6
Maturity refunds to policyholders	10	654	697	42	6.6
Life insurance claims	11	764	948	184	24.1
Provision for outstanding claims	12	-	6	6	-
Provision for underwriting reserves	13	2,057	1,379	(677)	(32.9)
Investment income:	14	1,446	1,490	43	3.0
Interest and dividends income	15	727	796	69	9.5
Investment gains on money trusts	16	162	67	(94)	(58.3)
Gains on sales of securities	17	88	199	110	124.7
Investment gains on separate accounts	18	555	311	(243)	(43.9)
Investment expenses:	19	88	166	77	87.2
Investment losses on money trusts	20	11	96	84	755.9
Losses on sales of securities	21	22	21	(0)	(1.3)
Impairment losses on securities	22	38	40	2	5.9
Operating expenses and general and administrative expenses	23	1,425	1,418	(6)	(0.4)
Other ordinary income and expenses:	24	18	(2)	(21)	(116.2)
Gains/(losses) on equity method investments	25	6	1	(4)	(69.2)
Ordinary profit/(loss)	26	923	1,313	390	42.3
Extraordinary income and losses:					
Extraordinary income	27	27	0	(26)	(97.1)
Extraordinary losses	28	41	23	(17)	(43.5)
Extraordinary income/(losses)	29	(13)	(22)	(8)	-
Income/(loss) before income taxes	30	909	1,290	381	42.0
Income taxes	31	251	308	57	22.6
Net income/(loss)	32	657	981	324	49.4
Net income/(loss) attributable to non-controlling interests	33	9	8	(1)	(10.6)
Net income/(loss) attributable to owners of the parent	34	647	973	325	50.3

(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.

(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	Three months ended June 30, 2014	Three months ended June 30, 2015	Change	Change ratio
					%
Net premiums written ^(Note 1)	1	7,338	7,659	321	4.4
Mitsui Sumitomo Insurance ^(Note 1)	2	3,551	3,699	148	4.2
Aioi Nissay Dowa Insurance	3	2,898	2,970	72	2.5
Mitsui Direct General Insurance	4	86	91	5	6.1
Overseas insurance subsidiaries	5	789	883	93	11.8
Ordinary profit/(loss)	6	923	1,313	390	42.3
Mitsui Sumitomo Insurance	7	350	555	204	58.3
Aioi Nissay Dowa Insurance	8	447	281	(166)	(37.1)
Net income/(loss) attributable to owners of the parent	9	647	973	325	50.3
Mitsui Sumitomo Insurance	10	244	441	196	80.5
Aioi Nissay Dowa Insurance	11	394	197	(196)	(49.8)
Mitsui Direct General Insurance	12	8	5	(3)	(39.2)
Mitsui Sumitomo Aioi Life Insurance	13	14	17	2	19.9
Mitsui Sumitomo Primary Life Insurance	14	8	256	248	2,828.9
Overseas insurance subsidiaries	15	82	99	17	21.5
Others	16	8	(0)	(9)	(109.4)
Consolidation adjustments and holding company	17	(113)	(44)	68	-

(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	Three months ended June 30, 2014	Three months ended June 30, 2015	Change	Change ratio
					%
Net premiums written	1	789	883	93	11.8
Asia	2	367	432	65	17.7
Europe	3	236	240	3	1.4
Americas	4	105	125	19	18.9
Reinsurance	5	79	84	4	6.2
Net income/(loss) attributable to owners of the parent	6	82	99	17	21.5
Asia	7	37	52	15	41.2
Europe	8	22	12	(10)	(45.5)
Americas	9	2	6	4	176.2
Reinsurance	10	20	28	8	40.6

(4) Summary of Results of Domestic Life Insurance Business

(Yen in 100 millions)

	Items	Three months ended June 30, 2014	Three months ended June 30, 2015	Change	Change ratio	Year ended March 31, 2015
Amount of new policies						
Mitsui Sumitomo Aioi Life Insurance	1	6,126	5,792	(334)	(5.5) %	24,811
Mitsui Sumitomo Primary Life Insurance	2	2,187	2,606	418	19.1 %	10,247
Amount of policies in force						
Mitsui Sumitomo Aioi Life Insurance	3	212,958	220,420	1,479	0.7 %	218,940
Mitsui Sumitomo Primary Life Insurance	4	41,772	45,240	1,029	2.3 %	44,210
Annualized premiums for policies in force						
Mitsui Sumitomo Aioi Life Insurance	5	3,398	3,605	46	1.3 %	3,559
Mitsui Sumitomo Primary Life Insurance	6	4,640	4,555	39	0.9 %	4,515

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

2. “Changes” and “Change ratio” make comparisons with the three months ended June 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	Three months ended June 30, 2014	Three months ended June 30, 2015	Change	Change ratio
					%
(+)	Net premiums written	3,551	3,699	148	4.2
(-)	Net claims paid	2,051	1,893	(157)	(7.7)
(-)	Loss adjustment expenses	217	213	(3)	(1.5)
(-)	Commissions and collection expenses	641	659	17	2.7
(-)	Operating expenses and general and administrative expenses for underwriting	534	509	(24)	(4.6)
	Underwriting profit/(loss) before movements in reserves	106	423	316	296.7
(-)	Movement in outstanding claims	(45)	(16)	29	-
(-)	Movement in ordinary underwriting reserves	80	92	11	14.4
(-)	Movement in catastrophe reserve	(19)	148	167	-
(+)	Other	5	14	8	146.6
	Underwriting profit/(loss)	97	213	116	120.1
(+)	Interest and dividends income	360	389	28	8.0
(-)	Transfer of investment income on deposit premiums from policyholders	99	89	(10)	(10.3)
	Net interest and dividends income (item 12 - item 13)	261	300	39	15.0
(+)	Gains/(losses) on sales of securities	35	74	38	107.9
(-)	Impairment losses on securities	36	30	(5)	(15.9)
(+)	Other	(0)	6	7	-
	Investment profit/(loss)	260	351	90	34.7
(+)	Other ordinary profit/(loss)	(6)	(9)	(2)	-
	Ordinary profit/(loss)	350	555	204	58.3
(+)	Extraordinary income/(losses):	6	(7)	(14)	(218.3)
	Gains/(losses) on reserve for price fluctuation	(6)	(6)	(0)	-
	Income/(loss) before income taxes	357	547	190	53.2
(-)	Income taxes	112	105	(6)	(6.0)
	Net income/(loss)	244	441	196	80.5

Ratios	Net loss ratio	26	63.9 %	57.0 %	(6.9) %	
	Net expense ratio	27	33.1 %	31.6 %	(1.5) %	
	Combined ratio	28	97.0 %	88.6 %	(8.4) %	

- (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	29	3,139	3,267	127	4.1
Ratios	Net loss ratio	30	60.7 %	53.5 %	(7.2) %	
	Net expense ratio	31	34.9 %	33.4 %	(1.5) %	
	Combined ratio	32	95.6 %	86.9 %	(8.7) %	

* 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)			
	Three months ended June 30, 2014		Three months ended June 30, 2015		Three months ended June 30, 2014		Three months ended June 30, 2015	
	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %
Fire and allied	461	10.6	479	4.0	696	12.2	707	1.6
Marine	161	8.9	180	11.7	227	7.5	277	22.0
Personal accident	394	3.3	380	(3.7)	414	2.9	400	(3.5)
Voluntary automobile	1,590	2.8	1,652	3.9	1,589	2.2	1,654	4.1
CALI	410	16.0	430	5.0	419	0.1	445	6.1
Other	532	1.3	575	8.1	608	6.2	660	8.4
Total	3,551	5.3	3,699	4.2	3,957	4.6	4,146	4.8

(3) Net claims paid

(Yen in 100 millions)

	Three months ended June 30, 2014			Three months ended June 30, 2015			
	Amount	Change ratio %	Net loss ratio %	Amount	Change ratio %	Net loss ratio %	Change %
Fire and allied	435	5.9	96.9	288	(33.8)	62.5	(34.4)
Marine	71	5.0	47.1	79	11.5	47.1	0.0
Personal accident	198	(1.6)	56.1	184	(6.8)	54.5	(1.6)
Voluntary automobile	809	(6.5)	59.1	779	(3.7)	54.9	(4.2)
CALI	330	3.0	88.6	328	(0.6)	83.6	(5.0)
Other	206	(6.8)	41.4	233	13.1	43.0	1.6
Total	2,051	(1.8)	63.9	1,893	(7.7)	57.0	(6.9)

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

2. Net claims paid for the three months ended June 30, 2014 include those related to the heavy snowfall disaster in February, 2014 of ¥23.5 billion (¥21.0 billion in Fire and allied, ¥1.8 billion in Voluntary automobile and ¥0.6 billion in Other).

(4) Expenses

<Company expenses>

(Yen in 100 millions)

	Items	Three months ended June 30, 2014			Three months ended June 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Personnel expenses	1	460	35	8.3	454	(5)	(1.2)
Non-personnel expenses	2	282	37	15.3	261	(20)	(7.3)
Taxes and contributions	3	31	(1)	(4.2)	32	0	3.0
Total	4	774	71	10.2	748	(25)	(3.3)

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

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Three months ended June 30, 2014			Three months ended June 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Operating expenses and general and administrative expenses	5	534	39	7.9	509	(24)	(4.6)
Commissions and collection expenses	6	641	33	5.6	659	17	2.7
Total	7	1,176	72	6.6	1,168	(7)	(0.6)
Net expense ratio	8	33.1 %	0.4 %		31.6 %	(1.5) %	

(5) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2015		June 30, 2015			
	Balance	Reserve ratio	Reversal	Provision	Balance	Reserve ratio
		%				%
Fire and allied	1,181	53.2	-	43	1,224	64.1
Marine	723	110.8	-	7	731	101.3
Personal accident	623	41.6	-	12	635	41.7
Voluntary automobile	217	3.5	-	52	270	4.1
Other	1,553	77.0	0	31	1,585	68.9
Total	4,299	34.0	0	148	4,447	34.0

(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 June 30, 2015 is calculated on an annualized basis using net premiums written multiplied by four as a denominator.

(6) Investment assets

(Yen in 100 millions)

	March 31, 2015	June 30, 2015	
			Change
Cash, deposits and savings	4,002	4,219	216
Investments in securities:	52,053	53,126	1,072
Domestic bonds	20,378	20,490	112
Domestic stocks	22,477	23,340	862
Foreign securities	8,968	9,068	100
Other securities	229	227	(2)
Loans	4,986	4,752	(233)
Land and buildings	2,165	2,168	3
Total	63,208	64,266	1,058

(Reference)

Long-term investment assets	14,622	14,491	(131)
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(7) Breakdown of interest and dividends income

(Yen in 100 millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015	
			Change
Investments in securities:	322	352	30
Domestic bonds	57	53	(4)
Domestic stocks	221	233	12
Foreign securities	43	64	21
Other securities	0	0	0
Loans	19	16	(3)
Land and buildings	13	14	1
Other	5	5	(0)
Total	360	389	28

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

(Yen in 100 millions)

June 30, 2015	Cost	Fair value	Difference	Change from March 31, 2015
Domestic bonds	19,383	20,490	1,107	(89)
Domestic stocks	7,134	22,772	15,638	931
Foreign securities	3,974	4,330	355	(32)
Other securities	1,097	1,134	37	(6)
Total	31,589	48,728	17,138	803

(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)

	Three months ended June 30, 2014 Gains/(losses)	Three months ended June 30, 2015 Gains/(losses)	Gains	Losses
Domestic bonds	0	1	1	0
Domestic stocks	34	64	64	0
Foreign securities	1	8	13	5
Other securities	-	-	-	-
Total	35	74	79	5

Impairment losses on securities

(Yen in 100 millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Change
Domestic bonds	-	-	-
Domestic stocks	0	30	29
Foreign securities	35	-	(35)
Other securities	-	-	-
Total	36	30	(5)

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

(1) Business Performance

(Yen in 100 millions)

	Items	Three months ended June 30, 2014	Three months ended June 30, 2015	Change	Change ratio %
(+)	Net premiums written	2,898	2,970	72	2.5
(-)	Net claims paid	1,813	1,512	(300)	(16.6)
(-)	Loss adjustment expenses	132	145	12	9.6
(-)	Commissions and collection expenses	558	581	23	4.3
(-)	Operating expenses and general and administrative expenses for underwriting	482	460	(21)	(4.5)
	Underwriting profit/(loss) before movements in reserves	(88)	270	358	-
(-)	Movement in outstanding claims	(241)	(6)	235	-
(-)	Movement in ordinary underwriting reserves	7	48	40	549.0
(-)	Movement in catastrophe reserve	(167)	104	271	-
(+)	Other	3	22	18	564.1
	Underwriting profit/(loss)	316	145	(170)	(53.9)
(+)	Interest and dividends income	177	181	4	2.5
(-)	Transfer of investment income on deposit premiums from policyholders	47	46	(0)	(1.1)
	Net interest and dividends income (item 12 - item 13)	130	135	4	3.8
(+)	Gains/(losses) on sales of securities	12	21	9	77.4
(-)	Impairment losses on securities	2	8	6	285.3
(+)	Other	(18)	(16)	1	-
	Investment profit/(loss)	121	131	9	8.0
(+)	Other ordinary profit/(loss)	8	4	(4)	(53.8)
	Ordinary profit/(loss)	447	281	(166)	(37.1)
(+)	Extraordinary income/(losses):	94	(13)	(108)	(114.3)
	Gains/(losses) on reserve for price fluctuation	(3)	(4)	(0)	-
	Income/(loss) before income taxes	542	268	(274)	(50.6)
(-)	Income taxes	148	70	(77)	(52.5)
	Net income/(loss)	394	197	(196)	(49.8)

Ratios	Net loss ratio	26	67.1 %	55.8 %	(11.3) %	
	Net expense ratio	27	35.9 %	35.1 %	(0.8) %	
	Combined ratio	28	103.0 %	90.9 %	(12.1) %	

- (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 three months ended June 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	29	2,507	2,568	60	2.4
Ratios	Net loss ratio	30	64.4 %	51.8 %	(12.6) %	
	Net expense ratio	31	37.7 %	36.9 %	(0.8) %	
	Combined ratio	32	102.1 %	88.7 %	(13.4) %	

(2) Premiums written

(Yen in 100 millions)

	Net premiums written				Direct premiums written (excluding deposit premiums from policyholders)			
	Three months ended June 30, 2014		Three months ended June 30, 2015		Three months ended June 30, 2014		Three months ended June 30, 2015	
	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %
Fire and allied	285	(1.1)	340	19.3	486	2.9	530	9.1
Marine	25	(9.7)	13	(45.3)	19	(21.8)	(0)	(101.3)
Personal accident	187	(1.5)	177	(4.9)	197	(2.2)	186	(5.3)
Voluntary automobile	1,712	1.6	1,734	1.3	1,643	(0.0)	1,683	2.4
CALI	389	14.4	401	3.0	452	1.1	479	6.0
Other	298	5.7	302	1.4	354	0.0	351	(0.7)
Total	2,898	3.0	2,970	2.5	3,153	0.3	3,231	2.5

(3) Net claims paid

(Yen in 100 millions)

	Three months ended June 30, 2014			Three months ended June 30, 2015			
	Amount	Change ratio %	Net loss ratio %	Amount	Change ratio %	Net loss ratio %	Change %
Fire and allied	360	71.8	129.3	158	(55.9)	49.3	(80.0)
Marine	12	(27.1)	52.8	8	(30.6)	64.0	11.2
Personal accident	80	(7.0)	46.6	78	(1.7)	47.8	1.2
Voluntary automobile	921	(2.7)	58.5	839	(8.9)	53.8	(4.7)
CALI	305	1.6	84.9	298	(2.2)	81.6	(3.3)
Other	133	(4.9)	48.1	128	(3.9)	45.2	(2.9)
Total	1,813	6.6	67.1	1,512	(16.6)	55.8	(11.3)

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

2. Net claims paid for the three months ended June 30, 2014 include those related to the heavy snowfall disaster in February, 2014 of ¥22.7 billion (¥20.1 billion in Fire and allied, ¥2.3 billion in Voluntary automobile and ¥0.2 billion in Other).

(4) Expenses

<Company expenses>

(Yen in 100 millions)

	Items	Three months ended June 30, 2014			Three months ended June 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Personnel expenses	1	295	(8)	(2.7)	321	25	8.7
Non-personnel expenses	2	306	43	16.7	274	(32)	(10.5)
Taxes and contributions	3	28	0	0.3	27	(0)	(3.1)
Total	4	631	35	6.0	624	(7)	(1.2)

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

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Three months ended June 30, 2014			Three months ended June 30, 2015		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Operating expenses and general and administrative expenses	5	482	27	6.1	460	(21)	(4.5)
Commissions and collection expenses	6	558	33	6.5	581	23	4.3
Total	7	1,040	61	6.3	1,042	1	0.2
Net expense ratio	8	35.9 %	1.1 %		35.1 %	(0.8) %	

(5) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2015		June 30, 2015			
	Balance	Reserve ratio	Reversal	Provision	Balance	Reserve ratio
		%				%
Fire and allied	984	68.2	-	27	1,012	74.6
Marine	137	181.8	-	0	137	247.9
Personal accident	611	88.0	-	5	617	86.8
Voluntary automobile	213	3.2	-	55	269	3.9
Other	542	51.3	0	15	557	46.0
Total	2,490	25.1	0	104	2,595	25.3

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

(6) Investment assets

(Yen in 100 millions)

	March 31, 2015	June 30, 2015	
			Change
Cash, deposits and savings	1,356	1,306	(49)
Investments in securities:	25,730	26,186	456
Domestic bonds	9,402	9,376	(26)
Domestic stocks	8,983	9,412	429
Foreign securities	6,910	6,919	8
Other securities	433	477	44
Loans	2,262	2,241	(20)
Land and buildings	1,685	1,670	(14)
Total	31,034	31,406	371

(Reference)

Long-term investment assets	5,228	5,141	(87)
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(7) Breakdown of interest and dividends income

(Yen in 100 millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015	
			Change
Investments in securities:	156	159	3
Domestic bonds	26	24	(1)
Domestic stocks	83	86	3
Foreign securities	43	45	1
Other securities	2	2	(0)
Loans	8	7	(0)
Land and buildings	11	11	(0)
Other	1	3	1
Total	177	181	4

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

(Yen in 100 millions)

June 30, 2015	Cost	Fair value	Difference	Change from March 31, 2015
Domestic bonds	8,897	9,376	478	(36)
Domestic stocks	4,522	9,144	4,622	413
Foreign securities	5,319	6,033	713	(33)
Other securities	330	423	92	7
Total	19,070	24,977	5,906	350

(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)

	Three months ended June 30, 2014 Gains/(losses)	Three months ended June 30, 2015 Gains/(losses)	Gains	Losses
Domestic bonds	0	0	0	0
Domestic stocks	13	49	49	0
Foreign securities	(1)	(28)	4	33
Other securities	(0)	-	-	-
Total	12	21	54	33

Impairment losses on securities

(Yen in 100 millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Change
Domestic bonds	-	-	-
Domestic stocks	0	8	8
Foreign securities	1	-	(1)
Other securities	-	-	-
Total	2	8	6

4. Supplementary Information

(1) Supplementary Information on Consolidated Business Results

(a) 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	Three months ended June 30, 2014			Three months ended June 30, 2015		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	150,650	17.5	7.8	155,536	17.4	3.2
Marine	35,023	4.1	7.8	39,004	4.4	11.4
Personal accident	92,498	10.8	3.2	91,352	10.2	(1.2)
Voluntary automobile	364,419	42.3	3.0	378,401	42.2	3.8
CALI	87,220	10.1	0.6	92,469	10.3	6.0
Other	131,011	15.2	11.0	139,369	15.5	6.4
Total:	860,823	100.0	4.9	896,133	100.0	4.1
Deposit premiums from policyholders	38,176	4.4	5.0	37,995	4.2	(0.5)

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

Voluntary Automobile	364,570		3.1	378,604		3.8
Total	860,974		5.0	896,337		4.1

Net Premiums Written by Line of Insurance

(Yen in millions)

Lines of Insurance	Three months ended June 30, 2014			Three months ended June 30, 2015		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	89,778	12.3	7.3	98,036	12.8	9.2
Marine	27,355	3.7	8.0	28,384	3.7	3.8
Personal accident	61,048	8.3	2.3	59,451	7.8	(2.6)
Voluntary automobile	369,281	50.3	3.7	384,378	50.2	4.1
CALI	80,056	10.9	15.2	83,287	10.9	4.0
Other	106,148	14.5	10.3	112,210	14.6	5.7
Total	733,669	100.0	6.2	765,748	100.0	4.4

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

Voluntary automobile	369,432		3.8	384,581		4.1
Total	733,820		6.3	765,952		4.4

Net Claims Paid by Line of Insurance

(Yen in millions)

Lines of Insurance	Three months ended June 30, 2014			Three months ended June 30, 2015		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	85,774	20.2	27.8	50,105	13.0	(41.6)
Marine	11,539	2.7	2.7	11,345	3.0	(1.7)
Personal accident	28,728	6.7	(2.9)	27,413	7.1	(4.6)
Voluntary automobile	193,315	45.4	(3.1)	184,720	48.1	(4.4)
CALI	63,660	15.0	2.3	62,810	16.4	(1.3)
Other	42,369	10.0	(9.3)	47,607	12.4	12.4
Total	425,387	100.0	2.2	384,002	100.0	(9.7)

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

(b) Available-for-Sale Securities

(Yen in millions)

Items	March 31, 2015			June 30, 2015		
	Cost	Carrying amount	Difference	Cost	Carrying amount	Difference
Domestic Bonds	4,308,732	4,579,702	270,970	4,347,502	4,598,591	251,088
Domestic Stocks	1,250,692	3,063,368	1,812,675	1,244,292	3,192,914	1,948,621
Foreign Securities	1,773,795	1,955,100	181,304	1,824,685	1,984,230	159,545
Other Securities	135,669	148,297	12,627	200,078	212,992	12,913
Total	7,468,890	9,746,468	2,277,577	7,616,558	9,988,727	2,372,169

March 31, 2015	June 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). 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 ¥3,773 million on Available-for-sale securities with practically determinable fair value (comprised of ¥3,617 million on Domestic stocks and ¥156 million on Foreign 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.

(2) Summary of Business Results of Main Consolidated Subsidiaries

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

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	June 30, 2015
(Assets)		
Cash, deposits and savings	215,030	146,905
Call loans	40,000	56,000
Receivables under resale agreements	36,497	101,988
Monetary claims bought	95,949	104,253
Money trusts	12,913	12,886
Investments in securities	5,205,386	5,312,614
Loans	498,639	475,245
Tangible fixed assets	228,560	227,600
Intangible fixed assets	49,661	47,580
Other assets	362,144	341,238
Customers' liabilities under acceptances and guarantees	52,214	50,225
Bad debt reserve	(6,977)	(6,941)
Total assets	6,790,021	6,869,597
(Liabilities)		
Policy liabilities:	3,955,703	3,964,781
Outstanding claims	640,913	639,244
Underwriting reserves	3,314,789	3,325,536
Bonds issued	176,188	176,189
Other liabilities:	407,453	410,881
Income taxes payable	6,508	9,363
Lease obligations	1,185	1,232
Asset retirement obligations	3,710	3,730
Other liabilities	396,048	396,555
Reserve for pension and retirement benefits	137,329	137,752
Reserve for retirement benefits for officers	912	853
Accrued bonuses for employees	12,387	119
Reserves under the special laws:	60,519	61,217
Reserve for price fluctuation	60,519	61,217
Deferred tax liabilities	254,567	276,390
Acceptances and guarantees	52,214	50,225
Total liabilities	5,057,276	5,078,412
(Net assets)		
Common stock	139,595	139,595
Capital surplus	93,107	93,107
Retained earnings	294,673	305,415
Total shareholders' equity	527,376	538,118
Net unrealized gains/(losses) on investments in securities	1,173,227	1,222,958
Net deferred gains/(losses) on hedges	32,140	30,108
Total valuation and translation adjustments	1,205,368	1,253,066
Total net assets	1,732,745	1,791,185
Total liabilities and net assets	6,790,021	6,869,597

Non-Consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2014	Three months ended June 30, 2015
Ordinary income:	434,784	451,221
Underwriting income:	401,020	409,697
Net premiums written	354,994	369,764
Deposit premiums from policyholders	28,988	28,970
Investment income on deposit premiums from policyholders	9,961	8,937
Reversal of outstanding claims	4,598	1,669
Reversal of underwriting reserves	2,458	-
Investment income:	32,296	40,859
Interest and dividends income	36,064	38,943
Investment gains on money trusts	334	190
Gains on sales of securities	3,596	7,975
Gains on derivative transactions	1,816	1,451
Transfer of investment income on deposit premiums from policyholders	(9,961)	(8,937)
Other ordinary income	1,467	664
Ordinary expenses:	399,722	395,708
Underwriting expenses:	338,049	337,020
Net claims paid	205,168	189,397
Loss adjustment expenses	21,705	21,370
Commissions and collection expenses	64,174	65,930
Maturity refunds to policyholders	45,792	49,135
Provision for underwriting reserves	-	10,747
Investment expenses:	4,469	3,695
Investment losses on money trusts	1	-
Losses on sales of securities	8	515
Impairment losses on securities	3,611	3,036
Operating expenses and general and administrative expenses	55,713	53,496
Other ordinary expenses:	1,489	1,495
Interest expense	1,471	1,461
Ordinary profit	35,062	55,513
Extraordinary income	3,683	54
Extraordinary losses	3,025	833
Income before income taxes	35,720	54,734
Income taxes	11,263	10,593
Net income	24,456	44,141

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	June 30, 2015
(A) Total amount of solvency margin	2,667,909	2,810,807
Total net assets	493,977	538,118
Reserve for price fluctuation	60,519	61,217
Contingency reserve	284	312
Catastrophe reserve	442,547	457,583
General bad debt reserve	231	224
Net unrealized gains/(losses) on investments in securities (prior to tax effect deductions)	1,480,735	1,545,874
Net unrealized gains/(losses) on land	30,905	30,872
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	38,120
Others	90,644	108,533
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	818,935	831,884
General insurance risk (R_1)	115,263	116,332
Insurance risk of third sector insurance contracts (R_2)	-	-
Assumed interest rate risk (R_3)	18,400	18,188
Asset management risk (R_4)	613,976	634,950
Business administration risk (R_5)	18,113	18,390
Catastrophe risk (R_6)	158,026	150,075
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	651.5 %	675.7 %

(Note) The non-consolidated solvency margin ratio for June 30, 2015 is calculated by partially applying the simplified method where components such as the catastrophe risk (R_6) are calculated based on the data used for March 31, 2015.

(b) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)**Non-Consolidated Balance Sheets**

(Yen in millions)

Items	March 31, 2015	June 30, 2015
(Assets)		
Cash, deposits and savings	103,797	112,814
Call loans	29,000	15,000
Monetary claims bought	213	157
Money trusts	2,664	2,711
Investments in securities	2,573,085	2,618,696
Loans	226,229	224,194
Tangible fixed assets	180,678	179,292
Intangible fixed assets	28,968	27,302
Other assets	272,452	267,305
Prepaid pension expenses	45,088	45,259
Customers' liabilities under acceptances and guarantees	10,500	10,500
Bad debt reserve	(1,970)	(1,974)
Total assets	3,470,706	3,501,259
(Liabilities)		
Policy liabilities:	2,389,245	2,395,202
Outstanding claims	511,118	510,510
Underwriting reserves	1,878,127	1,884,691
Bonds issued	50,000	50,000
Other liabilities:	163,817	154,223
Income taxes payable	4,640	7,542
Lease obligations	218	189
Asset retirement obligations	548	636
Other liabilities	158,410	145,854
Reserve for pension and retirement benefits	17,197	18,165
Accrued bonuses for employees	6,241	238
Reserve for Reorganization by Function	754	602
Reserves under the special laws:	29,883	30,296
Reserve for price fluctuation	29,883	30,296
Deferred tax liabilities	6,144	16,187
Acceptances and guarantees	10,500	10,500
Total liabilities	2,673,785	2,675,416
(Net assets)		
Common stock	100,005	100,005
Capital surplus	81,207	81,207
Retained earnings	218,478	222,346
Total shareholders' equity	399,691	403,558
Net unrealized gains/(losses) on investments in securities	397,230	422,283
Total valuation and translation adjustments	397,230	422,283
Total net assets	796,921	825,842
Total liabilities and net assets	3,470,706	3,501,259

Non-Consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2014	Three months ended June 30, 2015
Ordinary income:	368,201	333,491
Underwriting income:	351,160	312,581
Net premiums written	289,818	297,099
Deposit premiums from policyholders	9,188	9,025
Investment income on deposit premiums from policyholders	4,702	4,649
Reversal of outstanding claims	24,161	608
Reversal of underwriting reserves	23,228	-
Investment income:	15,972	19,517
Interest and dividends income	17,741	18,183
Investment gains on money trusts	0	0
Gains on sales of securities	2,908	5,476
Transfer of investment income on deposit premiums from policyholders	(4,702)	(4,649)
Other ordinary income	1,068	1,392
Ordinary expenses:	323,428	305,318
Underwriting expenses:	270,885	251,625
Net claims paid	181,334	151,295
Loss adjustment expenses	13,257	14,524
Commissions and collection expenses	55,816	58,199
Maturity refunds to policyholders	19,663	20,616
Provision for underwriting reserves	-	6,564
Investment expenses:	2,361	5,097
Losses on sales of securities	1,700	3,331
Impairment losses on securities	223	862
Losses on derivative transactions	373	722
Operating expenses and general and administrative expenses	49,900	47,894
Other ordinary expenses:	281	700
Interest expense	188	188
Ordinary profit	44,773	28,172
Extraordinary income	10,033	17
Extraordinary losses	563	1,374
Income before income taxes	54,243	26,815
Income taxes	14,833	7,047
Net income	39,409	19,767

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	June 30, 2015
(A) Total amount of solvency margin	1,285,586	1,356,570
Total net assets	383,791	403,558
Reserve for price fluctuation	29,883	30,296
Contingency reserve	747	747
Catastrophe reserve	257,666	268,248
General bad debt reserve	387	389
Net unrealized gains/(losses) on investments in securities (prior to tax effect deductions)	501,764	533,410
Net unrealized gains/(losses) on land	5,273	5,684
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	73,979
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	319,429	331,613
General insurance risk (R_1)	98,452	98,466
Insurance risk of third sector insurance contracts (R_2)	-	-
Assumed interest rate risk (R_3)	9,381	9,248
Asset management risk (R_4)	227,288	237,742
Business administration risk (R_5)	7,808	8,062
Catastrophe risk (R_6)	55,290	57,656
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	804.9 %	818.1 %

(Note) The non-consolidated solvency margin ratio for June 30, 2015 is calculated by partially applying the simplified method where components such as the catastrophe risk (R_6) are calculated based on the data used for March 31, 2015.

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

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	June 30, 2015
(Assets)		
Cash, deposits and savings	3,029	4,868
Investments in securities	35,244	41,343
Tangible fixed assets	146	136
Intangible fixed assets	2,259	2,746
Other assets	5,729	5,100
Bad debt reserve	(0)	(0)
Total assets	46,408	54,194
(Liabilities)		
Policy liabilities:	37,877	37,725
Outstanding claims	18,538	18,851
Underwriting reserves	19,338	18,874
Other liabilities:	1,373	3,817
Income taxes payable	107	53
Asset retirement obligations	13	13
Other liabilities	1,253	3,750
Accrued bonuses for employees	216	-
Reserves under the special laws:	41	43
Reserve for price fluctuation	41	43
Deferred tax liabilities	81	95
Total liabilities	39,590	41,682
(Net assets)		
Common stock	32,600	35,101
Capital surplus	2,500	5,001
Retained earnings	(28,389)	(27,705)
Total shareholders' equity	6,710	12,396
Net unrealized gains/(losses) on investments in securities	106	115
Total valuation and translation adjustments	106	115
Total net assets	6,817	12,512
Total liabilities and net assets	46,408	54,194

Non-Consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2014	Three months ended June 30, 2015
Ordinary income:	9,816	9,670
Underwriting income:	9,782	9,641
Net premiums written	8,645	9,173
Investment income on deposit premiums from policyholders	4	4
Reversal of outstanding claims	85	-
Reversal of underwriting reserves	1,046	463
Investment income:	31	25
Interest and dividends income	36	30
Gains on sales of securities	-	0
Transfer of investment income on deposit premiums from policyholders	(4)	(4)
Other ordinary income	2	3
Ordinary expenses:	8,685	8,969
Underwriting expenses:	6,744	7,019
Net claims paid	6,059	6,025
Loss adjustment expenses	638	623
Commissions and collection expenses	46	57
Provision for outstanding claims	-	312
Investment expenses	-	-
Operating expenses and general and administrative expenses	1,940	1,931
Other ordinary expenses	0	18
Ordinary profit	1,131	701
Extraordinary income	-	-
Extraordinary losses	2	2
Income before income taxes	1,128	699
Income taxes	4	15
Net income	1,123	683

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	June 30, 2015
(A) Total amount of solvency margin	8,023	12,911
Total net assets	6,710	12,396
Reserve for price fluctuation	41	43
Contingency reserve	0	0
Catastrophe reserve	1,135	324
General bad debt reserve	0	0
Net unrealized gains/(losses) on investments in securities (prior to tax effect deductions)	135	145
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	6,292
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	875
Business administration risk (R ₅)	202	206
Catastrophe risk (R ₆)	300	300
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	255.9 %	410.3 %

(Note) The non-consolidated solvency margin ratio for June 30, 2015 is calculated by partially applying the simplified method to components such as the assumed interest rate risk (R₃).

(d) Mitsui Sumitomo Aioi Life Insurance Co., Ltd. (Non-consolidated)**Non-Consolidated Balance Sheets**

(Yen in millions)

Items	March 31, 2015	June 30, 2015
(Assets)		
Cash, deposits and savings	22,693	20,703
Call loans	1,642	7,043
Receivables under securities borrowing transactions	326,525	269,111
Investments in securities	2,548,787	2,591,981
Loans	51,282	51,426
Tangible fixed assets	5,509	5,338
Intangible fixed assets	14,674	15,376
Due from agencies	211	197
Reinsurance accounts receivable	1,207	76
Other assets	36,794	37,067
Bad debt reserve	(64)	(62)
Total assets	3,009,263	2,998,258
(Liabilities)		
Policy liabilities:	2,463,382	2,521,198
Outstanding claims	22,786	24,431
Underwriting reserves	2,433,517	2,488,964
Reserve for dividends to policyholders	7,077	7,802
Due to agencies	5,395	4,044
Reinsurance accounts payable	272	193
Other liabilities:	341,806	284,590
Payables under securities lending transactions	328,168	276,139
Income taxes payable	2,787	703
Lease obligations	3,093	3,021
Asset retirement obligations	422	422
Other liabilities	7,335	4,302
Reserve for pension and retirement benefits	1,874	1,960
Reserve for retirement benefits for officers	41	39
Reserves under the special laws:	4,527	4,687
Reserve for price fluctuation	4,527	4,687
Deferred tax liabilities	22,823	19,323
Total liabilities	2,840,124	2,836,038
(Net assets)		
Common stock	35,500	35,500
Capital surplus	43,688	43,688
Retained earnings	(4,501)	(2,766)
Total shareholders' equity	74,686	76,422
Net unrealized gains/(losses) on investments in securities	94,452	85,798
Total valuation and translation adjustments	94,452	85,798
Total net assets	169,139	162,220
Total liabilities and net assets	3,009,263	2,998,258

Non-Consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2014	Three months ended June 30, 2015
Ordinary income:	113,784	124,515
Insurance premiums and others:	103,662	112,069
Insurance premiums	103,647	111,973
Investment income:	9,894	11,944
Interest and dividends income	9,596	10,606
Gains on sales of securities	291	1,336
Other ordinary income	228	501
Ordinary expenses:	109,589	119,909
Insurance claims and others:	39,266	41,469
Insurance claims	8,488	9,942
Annuity payments	2,562	3,268
Benefits	2,926	3,442
Surrender benefits	24,154	23,856
Other refunds	819	622
Provision for underwriting reserves and others:	49,593	57,091
Provision for outstanding claims	960	1,644
Provision for underwriting reserves	48,633	55,447
Provision for interest portion of reserve for dividends to policyholders	0	0
Investment expenses:	84	214
Interest expense	71	81
Losses on sales of securities	0	6
Losses on derivative transactions	3	116
Operating expenses	18,182	18,492
Other ordinary expenses	2,462	2,641
Ordinary profit	4,195	4,606
Extraordinary income	3	-
Extraordinary losses	145	180
Provision for reserve for dividends to policyholders	1,877	2,212
Income before income taxes	2,175	2,212
Income taxes	727	477
Net income	1,448	1,735

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

(1) Policies in force (Yen in 100 millions)

	March 31, 2015		June 30, 2015	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	2,600	211,276	2,642	212,808
Individual annuities	186	7,663	186	7,611
Group insurance	-	53,014	-	54,250
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)

	Three months ended June 30, 2014				Three months ended June 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	83	5,983	5,983	-	76	5,734	5,734	-
Individual annuities	2	142	142	-	1	58	58	-
Group insurance	-	460	460	-	-	403	403	-
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	June 30, 2015
Individual insurance	3,123	3,171
Individual annuities	436	434
Total:	3,559	3,605
Medical coverage, living benefits, etc.	705	724

(2) New policies (Yen in 100 millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Individual insurance	101	107
Individual annuities	7	3
Total:	109	111
Medical coverage, living benefits, etc.	34	31

(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)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Change
Fundamental revenues:	113,489	123,178	9,689
Insurance premiums and others	103,662	112,069	8,406
Fundamental expenses	109,020	119,282	10,262
Fundamental profit	4,469	3,896	(572)
Capital gains/(losses)	286	1,213	927
Non-recurring gains/(losses)	(560)	(503)	56
Ordinary profit	4,195	4,606	410
Extraordinary income	3	-	(3)
Extraordinary losses	145	180	35
Provision for reserve for dividends to policyholders	1,877	2,212	334
Income taxes	727	477	(250)
Net income	1,448	1,735	287

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	June 30, 2015
(A) Total amount of solvency margin	330,141	324,069
Total capital	74,686	76,422
Reserve for price fluctuation	4,527	4,687
Contingency reserve	25,852	26,356
General bad debt reserve	9	8
Net unrealized gains/(losses) on investments in securities x 90%	119,392	108,453
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	134,117	135,986
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	(28,747)	(28,182)
Brought in capital	-	-
Deductions	-	-
Others	304	337
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	46,175	46,286
Insurance risk (R ₁)	14,832	14,970
Insurance risk of third sector insurance contracts (R ₈)	7,572	7,897
Assumed interest rate risk (R ₂)	3,011	3,024
Minimum guarantee risk (R ₇)	-	-
Asset management risk (R ₃)	35,269	35,099
Business administration risk (R ₄)	1,820	1,829
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	1,429.9 %	1,400.2 %

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

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2015	June 30, 2015
(Assets)		
Cash, deposits and savings	23,623	34,479
Call loans	129,694	80,470
Monetary claims bought	-	49,995
Money trusts	526,168	619,464
Investments in securities	3,852,767	3,838,513
Loans	487	464
Tangible fixed assets	839	790
Intangible fixed assets	4,558	4,720
Reinsurance accounts receivable	111	93
Other assets	93,820	61,092
Deferred tax assets	29,961	32,959
Total assets	4,662,032	4,723,043
(Liabilities)		
Policy liabilities:	4,463,755	4,514,176
Outstanding claims	9,968	9,577
Underwriting reserves	4,453,787	4,504,598
Due to agencies	6,914	8,622
Reinsurance accounts payable	2,973	3,047
Other liabilities:	36,774	29,075
Income taxes payable	714	1,226
Lease obligations	540	495
Asset retirement obligations	127	128
Other liabilities	35,391	27,225
Reserves under the special laws:	41,766	42,171
Reserve for price fluctuation	41,766	42,171
Total liabilities	4,552,185	4,597,092
(Net assets)		
Common stock	41,060	41,060
Capital surplus	24,735	24,735
Retained earnings	33,094	56,591
Total shareholders' equity	98,889	122,386
Net unrealized gains/(losses) on investments in securities	10,957	3,564
Total valuation and translation adjustments	10,957	3,564
Total net assets	109,847	125,950
Total liabilities and net assets	4,662,032	4,723,043

Non-Consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2014	Three months ended June 30, 2015
Ordinary income:	310,190	342,358
Insurance premiums and others:	227,277	272,810
Insurance premiums	226,773	272,638
Investment income:	80,854	68,402
Interest and dividends income	8,482	12,061
Investment gains on money trusts	14,771	-
Gains on sales of securities	0	4,788
Investment gains on separate accounts	55,505	31,160
Other ordinary income:	2,058	1,145
Reversal of outstanding claims	1,410	390
Ordinary expenses:	309,247	305,813
Insurance claims and others:	124,799	230,993
Insurance claims	13,328	13,560
Annuity payments	13,746	15,877
Benefits	35,876	48,974
Surrender benefits	53,275	142,905
Other refunds	758	597
Provision for underwriting reserves and others:	166,638	50,811
Provision for underwriting reserves	166,638	50,811
Investment expenses:	175	3,075
Interest expense	0	0
Investment losses on money trusts	-	3,040
Losses on sales of securities	-	0
Losses on derivative transactions	136	-
Operating expenses	15,546	18,423
Other ordinary expenses	2,086	2,509
Ordinary profit	943	36,544
Extraordinary income	-	-
Extraordinary losses	380	405
Income before income taxes	563	36,139
Income taxes	(314)	10,442
Net income	877	25,696

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

(1) Policies in force

(Yen in 100 millions)

	March 31, 2015		June 30, 2015	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	264	15,489	288	17,107
Individual annuities	339	28,721	334	28,133
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)

	Three months ended June 30, 2014				Three months ended June 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	33	1,810	1,810	-	37	2,129	2,129	-
Individual annuities	6	377	377	-	8	477	477	-
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	June 30, 2015
Individual insurance	1,014	1,098
Individual annuities	3,500	3,456
Total:	4,515	4,555
Medical coverage, living benefits, etc.	1	0

(2) New policies

(Yen in 100 millions)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Individual insurance	119	147
Individual annuities	332	344
Total:	451	491
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)

	Three months ended June 30, 2014	Three months ended June 30, 2015	Change
Fundamental revenues:	303,931	346,648	42,717
Insurance premiums and others	227,277	272,810	45,532
Fundamental expenses	305,114	304,443	(671)
Fundamental profit	(1,183)	42,205	43,388
Capital gains/(losses)	6,122	(7,331)	(13,454)
Non-recurring gains/(losses)	(3,995)	1,671	5,666
Ordinary profit	943	36,544	35,601
Extraordinary income	-	-	-
Extraordinary losses	380	405	25
Provision for reserve for dividends to policyholders	-	-	-
Income taxes	(314)	10,442	10,756
Net income	877	25,696	24,819

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2015	June 30, 2015
(A) Total amount of solvency margin	323,085	395,239
Total capital	96,689	122,386
Reserve for price fluctuation	41,766	42,171
Contingency reserve	71,170	69,499
General bad debt reserve	-	-
Net unrealized gains/(losses) on investments in securities x 90%	13,861	4,508
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	87,411	134,067
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Brought in capital	-	-
Deductions	-	-
Others	12,186	22,606
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	73,451	77,963
Insurance risk (R ₁)	36	52
Insurance risk of third sector insurance contracts (R ₈)	10	9
Assumed interest rate risk (R ₂)	31,165	30,772
Minimum guarantee risk (R ₇)	6,259	5,647
Asset management risk (R ₃)	34,585	40,014
Business administration risk (R ₄)	1,441	1,529
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	879.7 %	1,013.9 %