

[Translation]

SUMMARY OF FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED DECEMBER 31, 2008

February 13, 2009

Name of Listed Company: **Mitsui Sumitomo Insurance Group Holdings, Inc.**
 Securities Code No.: 8725
 Stock Exchanges: Tokyo, Osaka, Nagoya
 URL: <http://www.msig.com>
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 Date of filing of Quarterly Financial Report: February 13, 2009

(Note) Amounts are truncated.

1. Consolidated Business Results for the nine months ended December 31, 2008 (April 1, 2008 to December 31, 2008)

(1) Results of Consolidated Operations (Yen in millions)

	Ordinary income	Ordinary profit	Net income
Nine months ended December 31, 2008	1,571,480 - %	(8,320) - %	12,073 - %

Percent figures represent changes in comparison with the corresponding period of preceding fiscal year.

(Yen)

	Net income per share	Net income per share -Diluted
Nine months ended December 31, 2008	28.66	-

(2) Consolidated Financial Conditions (Yen in millions)

	Total assets	Net assets	Net assets less minority interests to Total assets	Net assets less minority interests per share (Yen)
As of December 31, 2008	7,598,210	1,117,867	14.5 %	2,619.21

(Note) Net assets less minority interests: As of December 31, 2008: ¥1,103,100 million

2. Dividends

(Record Date)	Dividend per share (Yen)				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year- end	Annual
Year ending March 31, 2009	-	27.00	-		54.00
Year ending March 31, 2009 (Forecast)				27.00	

(Note) Changes in the dividend per share forecast for the fiscal year ending March 31, 2009, during the third quarter : None

3. Forecast for the current period (April 1, 2008 to March 31, 2009)-Consolidated (Yen in millions)

	Ordinary income	Ordinary profit	Net income	Net income per share(Yen)
Year ending March 31, 2009	2,035,000 - %	9,000 - %	20,000 - %	47.48

Percent figures represent changes in comparison with the corresponding period of preceding fiscal year.

(Note) Changes in the forecast for the fiscal year ending March 31, 2009, during the third quarter : None

4. Other information

- (1) Significant changes in scope of consolidation during the period : None
- (2) Application of simplified accounting method or accounting procedure specific to the preparation of quarterly consolidated financial statements : Yes
- (3) Changes in accounting principle, procedure and presentation preparing the quarterly consolidated financial statements
1. Changes due to revision of accounting standard: Yes
 2. Changes due to other than above : None
- (4) The number of shares outstanding (Common stock)
1. The number of shares outstanding (including treasury stock)
As of December 31, 2008: 421,320,739 shares
 2. The number of treasury stock
As of December 31, 2008: 163,363 shares
 3. The average number of shares outstanding
For the nine months ended December 31, 2008: 421,199,886 shares

*Notification

- (1) The financial forecasts were based upon currently available information and contain many elements of uncertainty. Actual results may differ from the forecasts due to changes in the business environment.
- (2) "Accounting Standard for Quarterly Financial Reporting" (ASBJ Statement No.12) and "Implementation Guidance for Accounting Standard for Quarterly Financial Reporting" (ASBJ Guidance No.14) have been applied from this fiscal year. In addition, the quarterly consolidated financial statements of the Company have been prepared in accordance with "Regulations for the Quarterly Consolidated Financial Statements" and "Ordinance for Enforcement of Insurance Business Act" (Ordinance of the Ministry of Finance No.5, 1996).
- (3) There are no figures for the preceding fiscal year since the Company was incorporated on April 1, 2008.

Consolidated Balance Sheets

(Yen in millions)

Items	As of December 31, 2008
	Amount
(Assets)	
Cash deposits and savings	388,971
Call loans	35,700
Monetary claims bought	98,859
Money trusts	18,077
Investments in securities	5,318,905
Loans	813,316
Tangible fixed assets	263,580
Intangible fixed assets	79,472
Other assets	490,822
Deferred tax assets	96,231
Bad debts reserve	(5,728)
Total assets	7,598,210
(Liabilities)	
Underwriting funds:	5,948,514
Outstanding claims	864,076
Underwriting reserve	5,084,437
Short-term bonds	16,986
Bonds	99,992
Other liabilities	321,922
Reserve for pension and retirement benefits	81,617
Reserve for pension and retirement benefits for officers and operating officers	2,464
Accrued bonuses for employees	1,081
Reserve under the special law:	3,518
Reserve for price fluctuation	3,518
Deferred tax liabilities	4,244
Total liabilities	6,480,342
(Net assets)	
Shareholders' equity:	
Common stock	100,000
Capital surplus	132,690
Retained earnings	531,459
Treasury stock	(630)
Total shareholders' equity	763,519
Valuation and translation adjustments:	
Unrealized gains on investments, net of tax	341,215
Deferred hedge gains (losses), net of tax	12,535
Foreign currency translation adjustments	(14,170)
Total valuation and translation adjustments	339,580
Minority interests	14,767
Total net assets	1,117,867
Total liabilities and net assets	7,598,210

Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2008
	Amount
Ordinary income and expenses:	
Ordinary income:	1,571,480
Underwriting income:	1,403,002
Net premiums written	1,106,213
Deposit premiums from policyholders	135,003
Investment income on deposit premiums from policyholders	40,057
Life insurance premiums	96,885
Reversal of underwriting reserve	23,704
Investment income:	164,770
Interest and dividends received	137,080
Investment gains on money trusts	204
Gains on sale of securities	57,295
Gains on derivative transactions	4,341
Transfer of investment income on deposit premiums from policyholders	(40,057)
Other ordinary income	3,708
Ordinary expenses:	1,579,801
Underwriting expenses:	1,212,628
Net claims paid	668,078
Loss adjustment expenses	61,150
Commission and collection expenses	187,220
Maturity refunds to policyholders	215,449
Life insurance claims	27,311
Provision for outstanding claims	49,683
Investment expenses:	131,401
Investment losses on money trusts	2,251
Losses on sale of securities	10,425
Losses on devaluation of securities	98,858
Operating expenses and general and administrative expenses	222,897
Other ordinary expenses:	12,873
Interest paid	1,186
Ordinary losses	(8,320)
Extraordinary income and losses:	
Extraordinary income:	27,732
Gains on sale of property and equipment	1,289
Reversal of reserve under the special law	26,443
Reversal of reserve for price fluctuation	26,443
Extraordinary losses:	2,454
Losses on sale of property and equipment	1,792
Impairment losses	662
Income before income taxes	16,956
Income taxes	11,782
Refund of income taxes for prior periods	(7,307)
Minority Interests	408
Net income	12,073

Other Information

In the following tables, figures of the preceding fiscal year are presented on the same accounting principles as those of current fiscal year for the convenience of easy comparison.

In addition, since the Company was incorporated on April 1, 2008, figures for the preceding fiscal year represent those of Mitsui Sumitomo Insurance Company, Limited (Consolidated), one of consolidated subsidiaries of the Company.

Summary of Consolidated Results of Operations

(Yen in millions)

Items	Nine months ended December 31, 2007	Nine months ended December 31, 2008	Change	Change Ratio(%)
Ordinary Income and Expenses:				
Underwriting income:	1,475,814	1,403,002	(72,812)	(4.9)
Net premiums written	1,166,530	1,106,213	(60,317)	(5.2)
Deposit premiums from policyholders	153,305	135,003	(18,301)	(11.9)
Life insurance premiums	111,837	96,885	(14,951)	(13.4)
Underwriting expenses:	1,294,476	1,212,628	(81,847)	(6.3)
Net claims paid	655,228	668,078	12,850	2.0
Loss adjustment expenses	57,994	61,150	3,155	5.4
Commission and collection expenses	188,299	187,220	(1,079)	(0.6)
Maturity refunds to policyholders	233,010	215,449	(17,560)	(7.5)
Life insurance claims	23,217	27,311	4,094	17.6
Investment income:	127,853	164,770	36,916	28.9
Interest and dividends received	140,502	137,080	(3,422)	(2.4)
Gains on sale of securities	25,608	57,295	31,687	123.7
Investment expenses:	18,826	131,401	112,575	598.0
Losses on sale of securities	2,513	10,425	7,912	314.8
Losses on devaluation of securities	6,762	98,858	92,095	1,361.8
Operating expenses and general and administrative expenses	211,452	222,897	11,444	5.4
Other ordinary income and expenses	(1,523)	(9,165)	(7,642)	-
Ordinary profit and ordinary losses	77,389	(8,320)	(85,709)	(110.8)
Extraordinary Income and Losses:				
Extraordinary income	1,714	27,732	26,017	1,517.6
Extraordinary losses	12,349	2,454	(9,894)	(80.1)
Extraordinary income and losses	(10,635)	25,277	35,912	-
Income before income taxes	66,754	16,956	(49,797)	(74.6)
Income taxes	18,479	11,782	(6,697)	(36.2)
Refund of income taxes for prior periods	-	(7,307)	(7,307)	-
Minority interests	516	408	(107)	(20.8)
Net income	47,758	12,073	(35,684)	(74.7)

<Excluding the Good Result Return (GRR) premiums of the automobile insurance "ModoRich.">

Net premiums written	1,163,191	1,110,185	(53,006)	(4.6)
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Direct Premiums Written by Lines of Insurance
(including Deposit premiums from policyholders)

Consolidated

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2007			Nine months ended December 31, 2008		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire	239,168	17.2	(2.6)	238,733	18.2	(0.2)
Marine	93,386	6.7	10.5	88,989	6.8	(4.7)
Personal Accident	229,091	16.4	(13.0)	208,268	15.9	(9.1)
Voluntary Automobile	478,269	34.3	3.8	464,431	35.4	(2.9)
Compulsory Automobile Liability	134,898	9.7	1.6	107,082	8.2	(20.6)
Other	219,372	15.7	10.0	202,869	15.5	(7.5)
Total	1,394,186	100.0	0.5	1,310,374	100.0	(6.0)
Deposit premiums from policyholders	153,305	11.0	(18.0)	135,003	10.3	(11.9)

<Excluding the GRR premiums of the automobile insurance "ModoRich.">

Voluntary Automobile	474,930		3.0	468,402		(1.4)
Total	1,390,847		0.3	1,314,346		(5.5)

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2007			Nine months ended December 31, 2008		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire	169,593	14.5	(1.5)	164,456	14.9	(3.0)
Marine	80,773	6.9	14.2	75,180	6.8	(6.9)
Personal Accident	103,944	8.9	(3.1)	102,399	9.2	(1.5)
Voluntary Automobile	470,844	40.4	3.8	459,025	41.5	(2.5)
Compulsory Automobile Liability	144,224	12.4	(0.2)	115,717	10.5	(19.8)
Other	197,150	16.9	9.5	189,434	17.1	(3.9)
Total	1,166,530	100.0	3.4	1,106,213	100.0	(5.2)

<Excluding the GRR premiums of the automobile insurance "ModoRich.">

Voluntary Automobile	467,505		3.1	462,997		(1.0)
Total	1,163,191		3.1	1,110,185		(4.6)

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2007			Nine months ended December 31, 2008		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire	77,592	11.8	(12.2)	72,561	10.9	(6.5)
Marine	32,461	5.0	18.3	30,333	4.5	(6.6)
Personal Accident	51,993	7.9	8.6	54,980	8.2	5.7
Voluntary Automobile	292,643	44.7	3.1	294,515	44.1	0.6
Compulsory Automobile Liability	102,581	15.7	(0.1)	104,277	15.6	1.7
Other	97,956	14.9	7.2	111,410	16.7	13.7
Total	655,228	100.0	2.1	668,078	100.0	2.0

Note: Any figures are amounts before the off-set of intersegment transactions.

Securities

(Yen in millions)

Items	As of December 31, 2008		
	Cost or Amortized cost	Fair value	Difference
Domestic Bonds	2,129,572	2,193,673	64,100
Domestic Stocks	785,580	1,336,557	550,976
Foreign Securities	1,156,927	1,084,347	(72,579)
Others	127,590	125,930	(1,660)
Total	4,199,671	4,740,508	540,836

Note

1. The table set above is a summary of marketable securities available for sale.
2. Others include beneficiary claims on loan trust represented as monetary claims bought in the consolidated balance sheet.
3. Impairment losses of marketable securities available for sale amount to 85,796 million yen for the nine months ended December 31, 2008.
The Company and its domestic consolidated subsidiaries in principle recognize impairment losses on marketable securities if the fair value is declined by more than 30% of their cost or amortized cost.

Non-consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2007	Nine months ended December 31, 2008
	Amount	Amount
Ordinary income:	1,290,358	1,346,890
Underwriting income:	1,188,046	1,205,829
Net premiums written	990,503	938,629
Deposit premiums from policyholders	153,305	135,003
Investment income on deposit premiums from policyholders	43,357	40,045
Reversal of outstanding claims	-	7,384
Reversal of underwriting reserve	670	84,677
Investment income:	97,933	136,623
Interest and dividends received	115,687	114,537
Investment gains on money trusts	799	204
Gains on sale of securities	21,743	54,213
Transfer of investment income on deposit premiums from policyholders	(43,357)	(40,045)
Other ordinary income	4,378	4,437
Ordinary expenses:	1,217,207	1,309,877
Underwriting expenses:	1,039,705	1,020,173
Net claims paid	582,930	587,846
Loss adjustment expenses	53,483	56,458
Commission and collection expenses	158,766	157,928
Maturity refunds to policyholders	233,010	215,449
Provision for outstanding claims	11,063	-
Investment expenses:	16,959	121,158
Investment losses on money trusts	60	2,251
Losses on sale of securities	1,360	7,486
Losses on devaluation of securities	6,744	92,588
Operating expenses and general and administrative expenses	158,329	166,352
Other ordinary expenses:	2,213	2,193
Interest paid	727	1,164
Ordinary profit	73,150	37,013
Extraordinary income:	1,846	27,856
Extraordinary losses:	12,178	2,446
Income before income taxes	62,818	62,423
Income taxes	16,132	14,317
Refund of income taxes for prior periods	-	(7,307)
Net income	46,686	55,413

(Reference: Mitsui Direct General Insurance Co., Ltd.)

Non-consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2007	Nine months ended December 31, 2008
	Amount	Amount
Ordinary income:	19,250	21,490
Underwriting income:	19,116	21,351
Net premiums written	19,110	21,339
Deposit premiums from policyholders	-	-
Investment income on deposit premiums from policyholders	5	11
Investment income:	129	137
Interest and dividends received	134	143
Investment gains on money trusts	-	-
Gains on sale of securities	-	5
Transfer of investment income on deposit premiums from policyholders	(5)	(11)
Other ordinary income	5	1
Ordinary expenses:	20,667	22,958
Underwriting expenses:	15,022	17,176
Net claims paid	10,641	12,572
Loss adjustment expenses	1,392	1,549
Commission and collection expenses	160	196
Maturity refunds to policyholders	-	-
Provision for outstanding claims	1,987	2,706
Provision for underwriting reserve	839	151
Investment expenses:	-	-
Investment losses on money trusts	-	-
Losses on sale of securities	-	-
Losses on devaluation of securities	-	-
Operating expenses and general and administrative expenses	5,615	5,761
Other ordinary expenses:	29	20
Interest paid	-	-
Ordinary losses	1,416	1,468
Extraordinary income:	-	-
Extraordinary losses:	5	3
Losses before income taxes	1,422	1,472
Income taxes - current	15	10
Income taxes - deferred	-	-
Net losses	1,438	1,482

Non-consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2007	Nine months ended December 31, 2008
	Amount	Amount
Ordinary income:	172,058	175,798
Insurance premiums and other:	159,271	160,611
Insurance premiums	159,200	160,103
Investment income:	12,142	14,837
Interest and dividends received	12,069	13,682
Gains on sale of securities	72	1,155
Other ordinary income	644	349
Ordinary expenses:	169,656	173,854
Insurance claims and other:	70,651	91,037
Insurance claims	19,059	22,437
Annuity payments	652	1,401
Benefits	3,576	3,979
Surrender benefits	46,288	62,160
Other refunds	592	592
Provision for underwriting reserve and other:	72,346	54,788
Provision for outstanding claims	-	12
Provision for underwriting reserve	72,346	54,775
Provision of interest portion of reserve for dividends to policyholders	0	0
Investment expenses:	11	128
Interest paid	5	2
Losses on sale of securities	-	119
Operating expenses:	24,940	26,023
Other ordinary expenses:	1,707	1,876
Ordinary profit	2,401	1,943
Extraordinary income:	-	13
Extraordinary losses:	154	169
Provision for reserve for dividends to policyholders	2,055	1,572
Income before income taxes	191	215
Income taxes - current	(19)	6
Income taxes - deferred	195	204
Net income	14	4

Non-consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2007	Nine months ended December 31, 2008
	Amount	Amount
Ordinary income:	490,505	636,906
Insurance premiums and other:	486,405	447,157
Insurance premiums	486,359	445,173
Investment income:	17	32
Interest and dividends received	17	32
Other ordinary income	4,082	189,716
Reversal of underwriting reserve	-	184,665
Ordinary expenses:	503,036	665,780
Insurance claims and other:	79,184	93,339
Insurance claims	18,026	23,014
Annuity payments	5,161	13,082
Benefits	845	11,215
Surrender benefits	42,098	30,896
Other refunds	1,598	1,855
Provision for underwriting reserve and other:	347,813	57
Provision for outstanding claims	1,840	57
Provision for underwriting reserve	345,973	-
Investment expenses:	31,091	527,872
Interest paid	50	58
Investment losses on money trusts	240	38,936
Losses on separate accounts	30,686	488,130
Operating expenses:	36,846	36,446
Other ordinary expenses:	8,100	8,063
Amortization of deferred assets under Article 113 of Insurance Business Law	6,370	6,370
Ordinary losses	12,531	28,873
Extraordinary income:	0	-
Extraordinary losses:	141	457
Losses before income taxes	12,672	29,330
Income taxes - current	2	8
Income taxes - deferred	(5,085)	(10,681)
Net losses	7,589	18,657

(Reference) Investment Conditions of Securitized Instruments and Exposure to the US Subprime Loan Losses

Managerial basis

1. Investment Conditions of Specific Securitized Instruments

Note: Information contained in this paragraph is in essence based on guidelines published by the Financial Stability Forum (FSF).

(Units: 100 mil yen)

Category	As of December 31, 2008			As of March 31, 2008		
	Amount of investments and loans ^{Note 1} (Amount in Consolidated Balance Sheet)	Valuation Difference (Unrealized losses/gains)	Losses on Devaluation ^{Note 2} (Including Provision for Impaired losses)	Amount of investments and loans ^{Note 1} (Amount in Consolidated Balance Sheet)	Valuation Difference (Unrealized losses/gains)	Losses on Devaluation ^{Note 2} (Including Provision for Impaired losses)
(1)RMBS ^{Note 3}	1,443	24	—	1,417	26	—
Japan	1,405	26	—	1,389	26	—
Overseas	38	△ 1	—	28	△ 0	—
(2)ABS-CDO ^{Note 4}	1	△ 1	—	4	△ 0	—
AAA	—	—	—	—	—	—
AA	1	△ 1	—	4	△ 0	—
A	—	—	—	—	—	—
BBB or below	—	—	—	—	—	—
(3)CDO ^{Note 4}	140	△ 6	△ 0	158	△ 2	—
CLO	138	△ 4	—	152	△ 1	—
AAA	138	△ 4	—	152	△ 1	—
AA	—	—	—	—	—	—
A	—	—	—	—	—	—
BBB or below	—	—	—	—	—	—
CBO	0	—	△ 0	4	△ 0	—
AAA	—	—	—	2	△ 0	—
AA	—	—	—	1	△ 0	—
A	—	—	—	—	—	—
BBB or below	0	—	△ 0	0	△ 0	—
Synthetic CDO	1	△ 2	—	1	△ 0	—
AAA	—	—	—	—	—	—
AA	1	△ 0	—	1	△ 0	—
A	—	—	—	—	—	—
BBB or below	0	△ 1	—	—	—	—
(4)CMBS	169	△ 7	—	187	△ 1	—
Japan	169	△ 7	—	187	△ 1	—
Overseas	—	—	—	—	—	—
(5)ABCP	65	—	—	83	—	—
Portion composed by Mitsui Sumitomo Insurance Group	60	—	—	—	—	—
(6)SIV instruments	—	—	—	—	—	—
Portion composed by Mitsui Sumitomo Insurance Group	—	—	—	—	—	—
(7)LBO Loan	135	^{Note 5} —	△ 2	114	^{Note 5} —	—
Japan	135	—	△ 2	114	—	—
Overseas	—	—	—	—	—	—

(Note 1) The above investments appear in the consolidated balance sheet as monetary claims bought, investments in securities, and loans.

There are no US subprime loan instruments in the Investments/loans amount.

(Note 2) Losses on devaluation (Including Provision for Impaired losses) are for the nine months ended December 31, 2008.

(Note 3) The entire amount of RMBS backed investments for both Japan and overseas are rated AAA.

(Note 4) There are no hedge transactions in ABS-CDO and CDO instruments.

(Note 5) Loans are recognized at the book values, so for the LBO loans the valuation differences are not shown.

(Note 6) The figures of Mitsui Sumitomo MetLife Insurance Co., Ltd., accounted for under the equity method, are not included in the above table.

[Glossary]

- ◆Synthetic CDO: Synthetic Collateralized Debt Obligations
- ◆ABCP: Asset-Backed Commercial Paper
- ◆ABS: Asset-Backed Securities
- ◆ABS-CDO: CDOs backed by asset-backed securities
- ◆CBO: Collateralized Bond Obligation
- ◆CDO: Collateralized Debt Obligation
- ◆CLO: Collateralized Loan Obligation
- ◆CMBS: Commercial Mortgage-Backed Securities
- ◆LBO Loan: Leveraged Buyout Loan
- ◆RMBS: Residential Mortgage-Backed Securities
- ◆SIV: Structured Investment Vehicle

2. Exposure to U.S. Subprime Loans

Breakdown of U.S. Subprime related exposure:

(Units: billion yen)

		As of December 31, 2008		As of March 31, 2008	
		Outstanding (Notional) Par Amount	Exposure to U.S. Subprime Loans	Outstanding (Notional) Par Amount	Exposure to U.S. Subprime Loans
Credit derivatives	ABS-CDO	9.5	— <small>Note 1</small>	11.8	—
Financial guarantee	ABS-CDO	4.9	0.8 <small>Note 2</small>	5.6	0.9
reinsurance	RMBS	0.6	0.6	1.2	1.2
Total			1.5		2.1

(Note 1) An ABS CDO referred here partially contains RMBSs backed by U.S. subprime loans (SPL-RMBS:5.4 billion yen) in its underlying assets (pool of ABS). Even if all the SPL-RMBSs defaulted with no recovery (i.e., 100% loss), we would not be obligated to pay claim because there is a subordinated tranche (deductible) of 9.5 billion yen below the tranche we have underwritten, which exceeds outstanding par amount of the SPL-RMBSs (5.4 billion yen). Therefore our exposure to U.S. Subprime Loans is zero as described in the precedent table. Since the ABS CDO referred above expired in January, 2009, there is no Outstanding Par Amount as of the disclosure date (February 13, 2009).

(Note 2) Likewise, outstanding par amount of all the SPL-RMBSs contained in underlying assets of ABS CDOs referred here in excess of the amount of subordination (deductible), which is the amount we would be obligated to pay in the event all the SPL-RMBSs defaulted with no recovery, is 0.8 billion yen.