

May 1, 2012

Name of Listed Company: MS&AD Insurance Group Holdings, Inc.
 Name of Representative: Toshiaki Egashira, President
 (Securities Code No.: 8725, Tokyo, Osaka and Nagoya)
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**Notice Regarding Reversal of Devaluation Losses on Securities for the Fourth Fiscal Quarter
 Ended March 31, 2012**

MS&AD Insurance Group Holdings, Inc. (the “Company”) hereby announces that the amount of devaluation losses on securities has decreased during the 4th fiscal quarter ended March 31, 2012. It is due to the improvement of market value represented during the period with regard to certain securities.

1. Devaluation losses on securities for the 4th fiscal quarter ended March 31, 2012

(yen in billions)

	MS&AD Insurance Group Holdings, Inc. (consolidated)	(subsidiary) Mitsui Sumitomo Insurance Co., Ltd. (non- consolidated)	(subsidiary) Aioi Nissay Dowa Insurance Co., Ltd. (non- consolidated)
(A) Amount of devaluation losses for the 4 th quarter of FY 2011, i.e., from January 1 through March 31, 2012 (= (a) – (b))	-45.4 (reversal of devaluation losses)	23.4	-7.8 (reversal of devaluation losses)
(a) Amount of devaluation losses for the 4 th cumulative quarter of FY 2011, i.e., from April 1, 2011 through March 31, 2012	29.6	39.2 (*2)	14.5 (*3)
(b) Amount of devaluation losses for the 3 rd cumulative quarter of FY 2011, i.e., from April 1 through December 31, 2011	75.0	15.7	22.4 (*3)

Notes:

- (*1) The Company adopts reversal method for the quarterly valuation of securities.
 - (*2) Amount of the devaluation losses on securities for Mitsui Sumitomo Insurance Co., Ltd. (non-consolidated) for the period (a) includes 37.2 billion yen losses on shares of its subsidiary, which is eliminated on a consolidated basis.
 - (*3) The devaluation losses on securities represented as Aioi Nissay Dowa Insurance Co., Ltd. (non-consolidated) above does not include the adjustment amount (*) under purchase method, which is inherent in consolidated accounting. The adjustment amount for period (a) is 11.7 billion yen, and that for period (b) is 33.6 billion yen.
- (*) Under the consolidated accounting, the book value of the securities owned by Aioi Insurance Co. Ltd. and Nissay Dowa General Insurance Co., Ltd. as at business integration was adjusted to the market value of the securities at that time, which has driven up the book value of the whole securities in the consolidated balance sheet. For that reason, the delvaluation losses on securities are greater in the consolidated than in the non-consolidated result.

2. Outlook

The Company's consolidated financial statements for FY 2011 (ending March 31, 2012) are now under preparation. As of today, the Company has not revised the consolidated earnings forecasts announced on February 13, 2012.

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