

[Translation]

SUMMARY OF FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED DECEMBER 31, 2010

February 14, 2011

Name of Listed Company: **MS & AD Insurance Group Holdings, Inc.**
 Securities Code No.: 8725
 Stock Exchanges: Tokyo, Osaka, Nagoya
 URL: <http://www.ms-ad-hd.com>
 Representative: Toshiaki Egashira, President
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 Telephone : (03)-6202-5273
 Date of filing of Quarterly Financial Report: February 14, 2011
 Date of starting payment of dividends: -

(Note) Amounts are truncated.

1.Consolidated Business Results for the Nine Months Ended December 31, 2010 (April 1, 2010 to December 31, 2010)

(1) Results of consolidated operations (Yen in millions)

	Ordinary income		Ordinary profit		Net income	
Nine months ended December 31, 2010	2,573,107	71.9 %	96,010	9.1 %	58,355	(5.2) %
Nine months ended December 31, 2009	1,496,823	(4.8) %	88,006	- %	61,538	409.7 %

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, 2010	93.40	-
Nine months ended December 31, 2009	146.76	-

(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, 2010	11,333,551	1,744,052	15.2 %	2,774.67
As of March 31, 2010	7,519,625	1,311,082	17.3 %	3,143.32

(Reference) Net assets less minority interests: As of December 31, 2010: ¥1,725,621 million
 As of March 31, 2010: ¥1,304,332 million

2.Dividends

(Record Date)	Dividend per share (Yen)				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year- end	Annual
Year ended March 31, 2010	-	27.00	-	27.00	54.00
Year ending March 31, 2011	-	27.00	-		
Year ending March 31, 2011 (Forecast)				27.00	54.00

(Note) Changes in the dividend per share forecast for the fiscal year ending March 31, 2011, during the third quarter: None

3.Forecast for the Current Period (April 1, 2010 to March 31, 2011)-Consolidated (Yen in millions)

	Ordinary income		Ordinary profit		Net income		Net income per share(Yen)
Year ending March 31, 2011	3,360,000	71.2 %	71,000	34.7 %	40,000	6.3 %	64.09

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, 2011, during the third quarter: None

4. Other Information

(1) Significant changes in scope of consolidation during the third quarter: Yes

Increase 0

Decrease 1 (Nissay Dowa General Insurance Company, Limited)

(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, 2010: 633,291,754 shares

As of March 31, 2010: 421,320,739 shares

2. The number of treasury stock

As of December 31, 2010: 11,373,522 shares

As of March 31, 2010: 6,367,110 shares

3. The average number of shares outstanding

For the Nine months ended December 31, 2010: 624,747,047 shares

For the Nine months ended December 31, 2009: 419,292,628 shares

*Disclosure regarding the execution of the quarterly review process

This report is outside the scope of the external auditor's quarterly review procedure which is required by "Financial Instruments and Exchange Act". However, the quarterly review process has been completed as of the disclosure of this report.

*Notification

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.

Consolidated Balance Sheets

(Yen in millions)

Items	As of December 31, 2010	As of March 31, 2010
	Amount	Amount
(Assets)		
Cash deposits and savings	539,923	313,389
Call loans	27,627	33,700
Securities bought under resale agreements	41,992	15,998
Receivables under security borrowing transactions	24,942	-
Monetary claims bought	116,900	108,158
Money trusts	11,528	10,592
Investments in securities	7,824,748	5,497,537
Loans	1,073,929	749,524
Tangible fixed assets	500,810	255,039
Intangible fixed assets	126,794	78,967
Other assets	803,125	459,454
Deferred tax assets	247,070	6,411
Customers' liabilities for acceptances and guarantees	2,500	-
Bad debts reserve	(8,341)	(9,149)
Total assets	11,333,551	7,519,625
(Liabilities)		
Underwriting funds:	9,010,694	5,781,233
Outstanding claims	1,184,372	753,784
Underwriting reserves	7,826,322	5,027,448
Debentures	94,975	94,969
Other liabilities	349,515	198,587
Reserve for pension and retirement benefits	108,505	82,424
Reserve for pension and retirement benefits for officers and operating officers	1,906	2,092
Accrued bonuses for employees	1,509	12,713
Reserve under the special law:	12,661	4,302
Reserve for price fluctuation	12,661	4,302
Deferred tax liabilities	7,230	32,221
Liabilities under acceptances and guarantees	2,500	-
Total liabilities	9,589,499	6,208,542
(Net assets)		
Shareholders' equity:		
Common stock	100,000	100,000
Capital surplus	682,754	132,690
Retained earnings	559,631	541,520
Treasury stock	(24,773)	(14,687)
Total shareholders' equity	1,317,612	759,522
Valuation and translation adjustments:		
Unrealized gains on investments, net of tax	455,870	582,980
Deferred hedge gains (losses), net of tax	10,610	2,138
Foreign currency translation adjustments	(58,472)	(40,309)
Total valuation and translation adjustments	408,008	544,809
Minority interests	18,430	6,750
Total net assets	1,744,052	1,311,082
Total liabilities and net assets	11,333,551	7,519,625

Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2009	Nine months ended December 31, 2010
	Amount	Amount
Ordinary income and expenses:		
Ordinary income:	1,496,823	2,573,107
Underwriting income:	1,378,071	2,396,163
Net premiums written	1,049,870	1,918,658
Deposit premiums from policyholders	114,473	161,652
Investment income on deposit premiums from policyholders	41,629	49,814
Life insurance premiums	93,261	174,549
Reversal of outstanding claims	44,248	-
Reversal of underwriting reserves	32,445	83,912
Investment income:	107,394	162,271
Interest and dividends received	112,282	160,713
Investment gains on money trusts	539	7
Gains on sale of securities	9,933	38,853
Gains on derivative transactions	21,995	8,697
Transfer of investment income on deposit premiums from policyholders	(41,629)	(49,814)
Other ordinary income	11,357	14,672
Ordinary expenses:	1,408,816	2,477,097
Underwriting expenses:	1,161,818	2,051,722
Net claims paid	681,958	1,191,361
Loss adjustment expenses	58,521	101,739
Commission and collection expenses	182,718	350,301
Maturity refunds to policyholders	206,370	351,261
Life insurance claims	30,147	44,052
Provision for outstanding claims	-	1,710
Investment expenses:	27,173	45,004
Investment losses on money trusts	24	107
Losses on trading securities	-	4
Losses on sale of securities	7,463	18,523
Losses on devaluation of securities	8,315	14,712
Operating expenses and general and administrative expenses	213,168	376,191
Other ordinary expenses:	6,656	4,178
Interest paid	1,730	1,304
Ordinary profit	88,006	96,010
Extraordinary income and losses:		
Extraordinary income:	1,156	25,242
Gains on sale of fixed assets	553	10,059
Gain on negative goodwill	-	13,543
Reversal of reserve under the special law	602	-
Reversal of reserve for price fluctuation	602	-
Other extraordinary income	-	1,639
Extraordinary losses:	3,026	48,893
Losses on sale of fixed assets	995	2,088
Impairment losses on fixed assets	2,031	4,728
Provision for reserve under the special law	-	4,012
Provision for price fluctuation reserve	-	4,012
Losses on reduction of real estate	-	44
Other extraordinary losses	-	38,019
Income before income taxes	86,135	72,359
Income taxes	38,186	13,635
Refund of income taxes for prior periods	(13,950)	-
Income before minority interests	—	58,723
Minority Interests	360	368
Net income	61,538	58,355

Other Information

Summary of Consolidated Results of Operations

(Yen in millions)

Items	(Reference) Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change	Change Ratio(%)
Ordinary income and expenses:				
Underwriting income:	2,379,453	2,396,163	16,709	0.7
Net premiums written	1,894,926	1,918,658	23,731	1.3
Deposit premiums from policyholders	162,594	161,652	(942)	(0.6)
Life insurance premiums	151,114	174,549	23,435	15.5
Underwriting expenses:	2,007,158	2,051,722	44,564	2.2
Net claims paid	1,201,320	1,191,361	(9,958)	(0.8)
Loss adjustment expenses	107,815	101,739	(6,075)	(5.6)
Commission and collection expenses	340,095	350,301	10,206	3.0
Maturity refunds to policyholders	310,393	351,261	40,867	13.2
Life insurance claims	42,359	44,052	1,693	4.0
Investment income:	180,639	162,271	(18,368)	(10.2)
Interest and dividends received	172,940	160,713	(12,227)	(7.1)
Gains on sale of securities	32,969	38,853	5,884	17.8
Gains on derivative transactions	29,711	8,697	(21,013)	(70.7)
Investment expenses:	50,514	45,004	(5,510)	(10.9)
Losses on sale of securities	13,170	18,523	5,352	40.6
Losses on devaluation of securities	23,216	14,712	(8,504)	(36.6)
Losses on derivative transactions	467	-	(467)	(100.0)
Operating expenses and general and administrative expenses	375,924	376,191	267	0.1
Other ordinary income and expenses	7,278	10,493	3,215	44.2
Net income and losses from equity method investments	8,463	7,532	(931)	(11.0)
Ordinary profit	133,774	96,010	(37,764)	(28.2)
Extraordinary income and losses:				
Extraordinary income	2,551	25,242	22,690	889.2
Extraordinary losses	10,666	48,893	38,226	358.4
Extraordinary income and losses	(8,114)	(23,650)	(15,536)	-
Income before income taxes	125,659	72,359	(53,300)	(42.4)
Income taxes	51,856	13,635	(38,220)	(73.7)
Refund of income taxes for prior periods	(13,950)	-	13,950	-
Net income before minority interests	87,753	58,723	(29,030)	(33.1)
Minority interests	385	368	(16)	(4.4)
Net income	87,368	58,355	(29,013)	(33.2)

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

Net premiums written	1,895,911	1,916,892	20,980	1.1
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(Notes)

1. Figures for the nine months ended December 31, 2009 are simple summations of Mitsui Sumitomo Insurance Group Holdings, Inc. (Consolidated), Aioi Insurance Co., Ltd. (Consolidated), and Nissay Dowa General Insurance Co., Ltd. (Non-Consolidated).

2. Extraordinary income include "Other extraordinary income" listed below:

Nine months ended December 31, 2010 : Gains from exchanging equity interests in the business combination achieved by a subsidiary
1,639 million yen

3. Extraordinary losses include "Other extraordinary losses" listed below:

Nine months ended December 31, 2009 : Business-integration-related expenses 4,723 million yen

Nine months ended December 31, 2010 : Business-integration-related expenses 33,567 million yen

Effect of adopting the accounting standard for asset retirement obligations 2,316 million yen

Contributions related to the construction 2,136 million yen

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

Consolidated

(Yen in millions)

Lines of Insurance	(Reference) Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	397,120	18.1	0.8	369,918	16.8	(6.8)
Marine	77,333	3.5	(21.4)	78,855	3.6	2.0
Personal Accident	279,039	12.7	(8.9)	286,914	13.1	2.8
Voluntary Automobile	938,265	42.7	(0.9)	961,527	43.8	2.5
Compulsory Automobile Liability	211,983	9.6	(9.6)	209,275	9.5	(1.3)
Other	295,904	13.4	(3.0)	288,711	13.2	(2.4)
Total	2,199,647	100.0	(3.7)	2,195,202	100.0	(0.2)
Deposit premiums from policyholders	162,594	7.4	(14.0)	161,652	7.4	(0.6)

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

Voluntary Automobile	939,250		(1.2)	959,760		2.2
Total	2,200,632		(3.9)	2,193,435		(0.3)

Net Premiums Written by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	274,869	14.5	0.1	265,772	13.9	(3.3)
Marine	62,898	3.3	(24.7)	67,898	3.5	8.0
Personal Accident	156,804	8.3	(2.0)	159,006	8.3	1.4
Voluntary Automobile	939,047	49.5	(0.6)	970,706	50.6	3.4
Compulsory Automobile Liability	204,405	10.8	(12.4)	207,242	10.8	1.4
Other	256,900	13.6	(7.4)	248,032	12.9	(3.5)
Total	1,894,926	100.0	(4.0)	1,918,658	100.0	1.3

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

Voluntary Automobile	940,032		(0.9)	968,939		3.1
Total	1,895,911		(4.1)	1,916,892		1.1

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	109,603	9.1	(0.7)	101,918	8.6	(7.0)
Marine	34,228	2.8	(0.7)	30,201	2.5	(11.8)
Personal Accident	84,254	7.0	1.7	85,641	7.2	1.6
Voluntary Automobile	591,766	49.3	0.7	627,504	52.7	6.0
Compulsory Automobile Liability	196,660	16.4	(2.4)	198,287	16.6	0.8
Other	184,807	15.4	9.3	147,808	12.4	(20.0)
Total	1,201,320	100.0	1.3	1,191,361	100.0	(0.8)

(Notes)

- Figures for the nine months ended December 31, 2009 are simple summations of Mitsui Sumitomo Insurance Group Holdings, Inc. (Consolidated), Aioi Insurance Co., Ltd. (Consolidated), and Nissay Dowa General Insurance Co., Ltd. (Non-Consolidated).
- Any figures are amounts after the off-set of intersegment transactions.

Securities (Marketable securities available for sale)

(Yen in millions)

Items	As of December 31, 2010			As of March 31, 2010		
	Acquisition cost	Fair value	Difference	Acquisition cost	Fair value	Difference
Domestic Bonds	2,991,045	3,098,782	107,737	2,181,328	2,233,370	52,042
Domestic Stocks	1,357,972	2,015,104	657,132	774,863	1,621,574	846,711
Foreign Securities	1,477,043	1,434,783	(42,260)	910,717	923,353	12,635
Others	241,717	241,790	73	98,937	104,839	5,901
Total	6,067,777	6,790,460	722,682	3,965,846	4,883,138	917,291

As of December 31, 2010	As of March 31, 2010
<p>1. Others include certificate of deposit represented as cash deposits and savings, commercial papers and beneficiary claims on loan trusts represented as monetary claims bought in the consolidated balance sheets.</p> <p>2. Impairment losses of marketable securities available for sale amount to 12,854 million yen; 291 million yen for domestic bonds, 11,218 million yen for domestic stocks, 1,344 million yen for foreign securities, 0 million yen for others.</p> <p>The Company and its domestic consolidated subsidiaries in principle recognize impairment losses on marketable securities if the fair value is declined by 30% or more of their cost or amortized cost.</p>	<p>1. Others include beneficiary claims on loan trusts represented as monetary claims bought in the consolidated balance sheets.</p> <p>2. Impairment losses of marketable securities available for sale amount to 4,841 million yen; 2,287 million yen for domestic stocks and 2,553 million yen for foreign securities.</p> <p>The Company and its domestic consolidated subsidiaries in principle recognize impairment losses on marketable securities if the fair value is declined by 30% or more of their cost or amortized cost.</p>

(Reference) Investment Conditions of Securitized Instruments

Managerial basis

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

(Yen in 100 millions)

Category	As of December 31, 2010			As of March 31, 2010		
	Amount of investments and loans (Note 1)	Valuation Difference	Losses on Devaluation / Gains or losses on Sales, etc. (Note 2)	Amount of investments and loans (Note 1)	Valuation Difference	Losses on Devaluation / Gains or losses on Sales, etc.
	(Amount in Consolidated Balance Sheet)	(Unrealized losses/gains)		(Amount in Consolidated Balance Sheet)	(Unrealized losses/gains)	
(1)RMBS	(Note 3) 1,283	54	1	1,311	18	-
Japan	1,258	53	1	1,282	18	-
Overseas	24	1	(0)	28	0	-
(2)ABS-CDO	-	-	0	2	0	-
AAA	-	-	-	-	-	-
AA	-	-	-	-	-	-
A	-	-	-	-	-	-
BBB or below	-	-	0	2	0	-
(3)CDO	116	6	1	115	2	(2)
CLO	116	5	1	115	1	(2)
AAA	100	2	-	115	1	(2)
AA	-	-	-	-	-	-
A	-	-	-	-	-	-
BBB or below	15	3	1	-	-	-
CBO	0	(0)	-	0	(0)	-
AAA	-	-	-	-	-	-
AA	-	-	-	-	-	-
A	-	-	-	-	-	-
BBB or below	0	(0)	-	0	(0)	-
Synthetic CDO	0	0	-	0	0	(0)
AAA	-	-	-	-	-	-
AA	-	-	-	-	-	-
A	-	-	-	-	-	-
BBB or below	0	0	-	0	0	(0)
(4)CMBS	120	(7)	(2)	140	(7)	-
Japan	117	(7)	(2)	140	(7)	-
Overseas	2	0	0	-	-	-
(5)Other ABS	68	(2)	(0)	-	-	-
Japan	40	0	-	-	-	-
Overseas	27	(2)	(0)	-	-	-
(6)ABCP	13	-	-	16	-	-
Portion composed by MS&AD Insurance Group	-	-	-	16	-	-
(7)SIV instruments	1	0	-	-	-	-
Portion composed by MS&AD Insurance Group	-	-	-	-	-	-
(8)LBO Loan	100	(Note 4) -	1	121	(Note 4) -	(0)
Japan	100	-	1	121	-	(0)
Overseas	-	-	-	-	-	-
Total	1,704	51	2	1,709	13	(3)

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

(Note 2) Losses on Devaluation / Gains or losses on Sales, etc. are for the nine months ended December 31, 2010.

(Note 3) Breakdown of credit ratings: AAA (126 billion yen), AA (1.8 billion yen), BBB or below (0.4 billion yen)

(Note 4) Loans are recognized at the book values, so for the LBO loans the valuation differences are not shown.

(Note 5) 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

Overview of Business Results of MS & AD Insurance Group Holdings, Inc.

*Notification

Figures for the nine months ended December 31, 2009 and the year ended March 31, 2010 are the simple combination of Mitsui Sumitomo Insurance Group Holdings, Inc. (Consolidated), Aioi Insurance Co., Ltd. (Consolidated), and Nissay Dowa General Insurance Co., Ltd. (Non-Consolidated).

Aioi Insurance Co., Ltd. and Nissay Dowa General Insurance Co., Ltd. merged into Aioi Nissay Dowa Insurance Co., Ltd. on October 1, 2010. Figures for the nine months ended December 31, 2010 of Aioi Nissay Dowa Insurance Co., Ltd. (Non-Consolidated) are the simple combination of the nine months results for Aioi Nissay Dowa Insurance Co., Ltd. (Non-Consolidated) and the first half results for Nissay Dowa General Insurance Co., Ltd. (Non-Consolidated). Figures for the nine months ended December 31, 2009 and the year ended March 31, 2010 are the simple combination of Aioi Insurance Co., Ltd. (Non-Consolidated) and Nissay Dowa General Insurance Co., Ltd. (Non-Consolidated).

I. Summary of Consolidated Business Results for the Nine Months ended December 31, 2010 (Net Premiums Written, Ordinary Profit, Net Income or Loss)

(Yen in 100 millions)

		Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change	Change Ratio (%)	Year ended March 31, 2010
Net premiums written <small>Note 1</small>	①	18,959	19,168	209	1.1	25,190
Mitsui Sumitomo Insurance	②	9,046	9,227	180	2.0	12,037
Aioi Nissay Dowa Insurance	③	8,314	8,292	(21)	(0.3)	11,067
Mitsui Direct General Insurance	④	235	241	5	2.5	324
Overseas non-life insurance subsidiaries	⑤	1,363	1,409	46	3.4	1,761
Ordinary profit	⑥	1,337	960	(377)	(28.2)	991
Mitsui Sumitomo Insurance	⑦	696	608	(87)	(12.6)	357
Aioi Nissay Dowa Insurance	⑧	459	559	99	21.7	474
Net income (loss)	⑨	873	583	(290)	(33.2)	573
Mitsui Sumitomo Insurance	⑩	482	425	(57)	(11.9)	254
Aioi Nissay Dowa Insurance	⑪	263	156	(106)	(40.4)	212
Mitsui Direct General Insurance	⑫	(7)	1	9	-	(6)
Mitsui Sumitomo Kirameki Life Insurance <small>Note 2</small>	⑬	0	(53)	(53)	(8,863.0)	0
Aioi Life Insurance	⑭	13	2	(11)	(81.0)	13
Mitsui Sumitomo MetLife Insurance	⑮	82	72	(10)	(12.6)	44
Overseas non-life insurance subsidiaries	⑯	142	49	(93)	(65.5)	172
Other	⑰	5	(1)	(7)	(125.3)	6
Consolidation adjustment / Holding Company	⑱	(110)	(69)	40	-	(123)

(Notes)

- Net premiums written exclude Good Result Return premiums of Mitsui Sumitomo Insurance's proprietary auto insurance product "ModoRich" which contains a special clause related to premium adjustment and refund at maturity.
- Mitsui Sumitomo Kirameki Life Insurance Co., Ltd. set aside a lump sum provision for standard underwriting reserves for 10.3 billion yen to reinforce its financial basis, which reduced the amount of net income for 6.5 billion yen.
- Figures in 10 through 17 are prior to consolidation adjustments (the Company's equity).

(1) Breakdown of Overseas Non-Life Insurance Subsidiaries

(Yen in 100 millions)

		Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change	Change Ratio (%)	Year ended March 31, 2010
Net premiums written	①	1,363	1,409	46	3.4	1,761
Asia	②	494	581	87	17.7	655
Europe	③	511	433	(78)	(15.3)	647
Americas	④	187	223	35	19.2	249
Reinsurance	⑤	170	171	1	0.6	208
Net income (loss)	⑥	142	49	(93)	(65.5)	172
Asia	⑦	61	62	1	2.2	90
Europe	⑧	(0)	(85)	(84)	-	(18)
Americas	⑨	17	16	(0)	(4.9)	19
Reinsurance	⑩	64	54	(9)	(14.3)	80

(2) Status of Domestic Life Insurance Subsidiaries

(Yen in 100 millions)

		Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change	Change Ratio (%)	Year ended March 31, 2010
Amount of new policies				From the year-earlier period	From the year-earlier period	
Mitsui Sumitomo Kirameki Life Insurance	①	11,794	13,083	1,288	10.9	15,872
Aioi Life Insurance	②	8,048	7,699	(349)	(4.3)	10,594
Subtotal amount	③	19,843	20,782	939	4.7	26,466
Mitsui Sumitomo MetLife Insurance	④	3,273	1,842	(1,430)	(43.7)	4,081
Amount of policies in force				From the previous year	From the previous year	
Mitsui Sumitomo Kirameki Life Insurance	⑤	93,018	99,351	4,904	5.2	94,447
Aioi Life Insurance	⑥	57,316	61,746	3,313	5.7	58,433
Subtotal amount	⑦	150,335	161,097	8,217	5.4	152,880
Mitsui Sumitomo MetLife Insurance	⑧	30,433	30,045	(1,329)	(4.2)	31,375
Annualized premiums for policies in force				From the previous year	From the previous year	
Mitsui Sumitomo Kirameki Life Insurance	⑨	1,921	1,989	54	2.8	1,935
Aioi Life Insurance	⑩	728	758	22	3.1	735
Subtotal amount	⑪	2,650	2,747	76	2.9	2,670
Mitsui Sumitomo MetLife Insurance	⑫	5,368	4,458	(858)	(16.2)	5,317

(Note) Above figures show the total of individual insurance and individual annuities.

II. Overviews of Major Consolidated Subsidiaries

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

Summary of Non-Consolidated Results of Operations

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change	Change Ratio (%)
Direct premiums written (including Deposit premiums from policyholders):	1,070,806	1,090,798	19,991	1.9
Direct premiums written	956,333	976,339	20,006	2.1
Underwriting income:	1,159,552	1,186,894	27,341	2.4
Net premiums written	903,634	924,476	20,841	2.3
Deposit premiums from policyholders	114,473	114,458	(14)	(0.0)
Underwriting expenses:	988,193	1,035,692	47,499	4.8
Net claims paid	570,325	575,274	4,948	0.9
Loss adjustment expenses	54,123	54,682	558	1.0
Commission and collection expenses	155,901	161,067	5,165	3.3
Maturity refunds to policyholders	206,370	241,985	35,614	17.3
Investment income:	85,033	87,834	2,801	3.3
Interest and dividends received	94,657	89,807	(4,849)	(5.1)
Gains on sale of securities	6,802	25,095	18,292	268.9
Gains on derivative transactions	22,543	8,749	(13,794)	(61.2)
Investment expenses:	24,566	22,800	(1,765)	(7.2)
Losses on sale of securities	5,843	8,199	2,356	40.3
Losses on devaluation of securities	7,712	5,967	(1,745)	(22.6)
Operating expenses and general and administrative expenses:	158,968	155,980	(2,988)	(1.9)
Operating expenses and general and administrative expenses for underwriting	150,662	148,248	(2,414)	(1.6)
Other ordinary income and expenses	(3,180)	636	3,816	-
Ordinary profit:	69,676	60,891	(8,784)	(12.6)
Underwriting profit	21,243	3,040	(18,203)	(85.7)
Extraordinary income	1,317	10,658	9,341	709.2
Extraordinary losses	2,977	14,020	11,043	370.9
Extraordinary income and losses	(1,660)	(3,362)	(1,702)	-
Income before income taxes	68,016	57,529	(10,487)	(15.4)
Income taxes	33,729	15,020	(18,708)	(55.5)
Refund of income taxes for prior periods	(13,947)	-	13,947	-
Net income	48,234	42,508	(5,726)	(11.9)
Net loss ratio	69.1 %	68.1 %		
Net expense ratio	33.9	33.5		

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

Direct premiums written (including Deposit premiums from policyholders)	1,071,791	1,089,031	17,240	1.6 %
Direct premiums written	957,318	974,573	17,255	1.8
Net premiums written	904,619	922,709	18,090	2.0
Net loss ratio	69.0 %	68.3 %		
Net expense ratio	33.9	33.5		

Premiums Written and Claims Paid by Line**Direct Premiums Written by Lines of Insurance (excluding Deposit premiums from policyholders)**

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	165,576	17.3	1.7	162,577	16.6	(1.8)
Marine	49,442	5.2	(21.1)	51,808	5.3	4.8
Personal Accident	99,676	10.4	(0.7)	103,252	10.6	3.6
Voluntary Automobile	402,695	42.1	(0.7)	418,580	42.9	3.9
Compulsory Automobile Liability	97,005	10.2	(9.4)	97,812	10.0	0.8
Other	141,937	14.8	(2.3)	142,307	14.6	0.3
Total	956,333	100.0	(2.8)	976,339	100.0	2.1
Deposit premiums from policyholders	114,473		(15.2)	114,458		(0.0)

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

Voluntary Automobile	403,680		(1.4)	416,814		3.3
Total	957,318		(3.1)	974,573		1.8

Net Premiums Written by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	132,063	14.6	1.8	131,275	14.2	(0.6)
Marine	38,696	4.3	(24.5)	41,032	4.4	6.0
Personal Accident	96,299	10.7	(0.4)	98,594	10.7	2.4
Voluntary Automobile	401,671	44.4	(0.8)	418,386	45.2	4.2
Compulsory Automobile Liability	100,799	11.2	(12.8)	102,355	11.1	1.5
Other	134,103	14.8	(4.5)	132,832	14.4	(0.9)
Total	903,634	100.0	(3.7)	924,476	100.0	2.3

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

Voluntary Automobile	402,656		(1.5)	416,619		3.5
Total	904,619		(4.0)	922,709		2.0

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Change %	Net loss ratio %	Amount	Change %	Net loss ratio %
Fire and Allied	52,237	(2.5)	41.7	50,404	(3.5)	40.5
Marine	23,155	5.4	63.3	19,404	(16.2)	50.4
Personal Accident	54,116	3.1	62.8	56,197	3.8	63.3
Voluntary Automobile	260,398	(1.3)	72.5	277,423	6.5	73.9
Compulsory Automobile Liability	101,718	(2.3)	109.1	102,377	0.6	107.8
Other	78,699	(14.3)	62.2	69,465	(11.7)	55.8
Total	570,325	(3.0)	69.1	575,274	0.9	68.1

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

Voluntary Automobile	260,398	(1.3)	72.3	277,423	6.5	74.2
Total	570,325	(3.0)	69.0	575,274	0.9	68.3

(Note) Net loss ratio is calculated using the sum of net claims paid and loss adjustment expenses.

Solvency Margin Ratio

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
(A) Total amount of solvency margin	2,139,355	2,241,511
Total net assets	649,460	621,596
Reserve for price fluctuation	4,702	2,689
Contingency reserve	-	233
Catastrophe reserve	595,438	583,635
General bad debts reserve	1,162	1,338
Net unrealized gains/losses on securities (Prior to tax effect deductions)	666,874	799,409
Net unrealized gains/losses on land	45,435	72,972
Excess of policyholders' contract deposits	-	-
Subordinated debts, etc.	-	-
Deductions	35,114	35,583
Others	211,396	195,220
(B) Total amount of risks	521,371	534,040
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
General insurance risk (R ₁)	73,539	73,498
Third sector insurance risk (R ₂)	-	23
Assumed interest risk (R ₃)	6,391	6,426
Asset management risk (R ₄)	275,800	289,698
Business administration risk (R ₅)	11,480	11,736
Catastrophe risk (R ₆)	218,274	217,188
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	820.6%	839.4%

(Note) Solvency margin ratio as of December 31, 2010 is calculated partially using simplified methods such as catastrophe risk part of which data is as of September 30, 2010.

Summary of Non-Consolidated Results of Operations

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change	Change Ratio (%)
Direct premiums written (including Deposit premiums from policyholders):	940,538	924,493	(16,044)	(1.7)
Direct premiums written	892,416	877,299	(15,117)	(1.7)
Underwriting income:	967,010	993,213	26,203	2.7
Net premiums written	831,407	829,259	(2,148)	(0.3)
Deposit premiums from policyholders	48,121	47,194	(927)	(1.9)
Underwriting expenses:	813,590	833,473	19,883	2.4
Net claims paid	511,205	520,329	9,124	1.8
Loss adjustment expenses	48,703	42,142	(6,560)	(13.5)
Commission and collection expenses	146,726	148,786	2,059	1.4
Maturity refunds to policyholders	104,022	109,275	5,252	5.0
Investment income:	66,032	68,271	2,238	3.4
Interest and dividends received	54,235	49,798	(4,437)	(8.2)
Gains on sale of securities	22,515	35,049	12,534	55.7
Gains on derivative transactions	7,714	862	(6,852)	(88.8)
Investment expenses:	22,752	19,723	(3,029)	(13.3)
Losses on sale of securities	5,230	4,804	(426)	(8.1)
Losses on devaluation of securities	14,788	11,219	(3,569)	(24.1)
Losses on derivative transactions	467	843	375	80.3
Operating expenses and general and administrative expenses:	152,754	153,982	1,227	0.8
Operating expenses and general and administrative expenses for underwriting	144,182	146,210	2,028	1.4
Other ordinary income and expenses	2,031	1,651	(379)	(18.7)
Ordinary profit:	45,976	55,956	9,980	21.7
Underwriting profit	8,487	14,967	6,480	76.4
Extraordinary income	345	88	(257)	(74.4)
Extraordinary losses	7,158	32,452	25,294	353.4
Extraordinary income and losses	(6,812)	(32,363)	(25,551)	-
Income before income taxes	39,163	23,593	(15,570)	(39.8)
Income taxes	12,814	7,897	(4,917)	(38.4)
Net income	26,349	15,695	(10,653)	(40.4)
Net loss ratio	67.3 %	67.8 %		
Net expense ratio	35.0	35.6		

Premiums Written and Claims Paid by Line**Direct Premiums Written by Lines of Insurance (excluding Deposit premiums from policyholders)**

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	143,282	16.0	3.4	129,834	14.8	(9.4)
Marine	6,917	0.8	(26.1)	7,414	0.9	7.2
Personal Accident	59,525	6.7	(2.1)	58,150	6.6	(2.3)
Voluntary Automobile	464,354	52.0	(0.5)	466,872	53.2	0.5
Compulsory Automobile Liability	114,977	12.9	(9.8)	111,463	12.7	(3.1)
Other	103,359	11.6	5.1	103,563	11.8	0.2
Total	892,416	100.0	(1.0)	877,299	100.0	(1.7)
Deposit premiums from policyholders	48,121		(11.0)	47,194		(1.9)

Net Premiums Written by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	112,498	13.5	2.3	104,782	12.6	(6.9)
Marine	5,849	0.7	(29.9)	6,368	0.8	8.9
Personal Accident	56,090	6.8	(2.7)	55,497	6.7	(1.1)
Voluntary Automobile	471,202	56.7	(0.2)	480,300	57.9	1.9
Compulsory Automobile Liability	103,400	12.4	(12.0)	104,636	12.6	1.2
Other	82,366	9.9	(3.7)	77,673	9.4	(5.7)
Total	831,407	100.0	(2.4)	829,259	100.0	(0.3)

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Change %	Net loss ratio %	Amount	Change %	Net loss ratio %
Fire and Allied	41,662	10.2	39.1	39,425	(5.4)	39.5
Marine	3,869	(6.4)	69.0	3,816	(1.4)	62.9
Personal Accident	28,594	2.5	55.7	27,737	(3.0)	54.0
Voluntary Automobile	290,811	2.1	68.4	304,292	4.6	68.7
Compulsory Automobile Liability	94,776	(2.5)	100.3	95,689	1.0	100.1
Other	51,492	(9.8)	66.4	49,368	(4.1)	67.5
Total	511,205	0.4	67.3	520,329	1.8	67.8

(Note) Net loss ratio is calculated using the sum of net claims paid and loss adjustment expenses.

Solvency Margin Ratio

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010	
		Aioi Insurance Co., Ltd.	Nissay Dowa General Insurance Co., Ltd.
(A) Total amount of solvency margin	1,013,495	723,308	413,014
Total net assets	487,409	330,119	153,456
Reserve for price fluctuation	5,524	2,541	1,246
Contingency reserve	693	517	185
Catastrophe reserve	374,647	265,157	135,158
General bad debts reserve	447	397	84
Net unrealized gains/losses on securities (Prior to tax effect deductions)	29,874	50,434	67,559
Net unrealized gains/losses on land	12,999	10,178	18,243
Excess of policyholders' contract deposits	-	-	-
Subordinated debts, etc.	-	-	-
Deductions	28,538	27,004	-
Others	130,436	90,966	37,080
(B) Total amount of risks	273,456	191,355	91,622
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$			
General insurance risk (R ₁)	66,479	46,635	19,973
Third sector insurance risk (R ₂)	-	-	0
Assumed interest risk (R ₃)	3,226	2,307	1,038
Asset management risk (R ₄)	110,196	86,127	36,722
Business administration risk (R ₅)	6,311	4,440	2,090
Catastrophe risk (R ₆)	135,675	86,937	46,813
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	741.2%	755.9%	901.5%

(Note) Solvency margin ratio as of December 31, 2010 is calculated partially using simplified methods such as catastrophe risk part of which data is as of September 30, 2010.

Summary of Non-Consolidated Results of Operations

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change	Change Ratio (%)
Direct premiums written (including Deposit premiums from policyholders):	23,447	23,987	539	2.3
Direct premiums written	23,447	23,987	539	2.3
Underwriting income:	23,654	25,067	1,413	6.0
Net premiums written	23,596	24,178	581	2.5
Underwriting expenses:	19,066	19,802	736	3.9
Net claims paid	15,236	17,387	2,151	14.1
Loss adjustment expenses	1,578	1,637	59	3.8
Commission and collection expenses	200	181	(19)	(9.9)
Investment income:	152	166	14	9.2
Interest and dividends received	156	170	13	8.7
Gains on sale of securities	5	5	0	2.4
Investment expenses:	-	-	-	-
Operating expenses and general and administrative expenses:	5,809	5,164	(644)	(11.1)
Operating expenses and general and administrative expenses for underwriting	5,805	5,163	(642)	(11.1)
Other ordinary income and expenses	6	1	(4)	(75.4)
Ordinary profit:	(1,062)	268	1,331	-
Underwriting profit (loss)	(1,217)	101	1,319	-
Extraordinary income	0	1	0	158.0
Extraordinary losses	8	6	(2)	(25.0)
Extraordinary income and losses	(7)	(5)	2	-
Income (loss) before income taxes	(1,070)	263	1,333	-
Income taxes - current	12	12	(0)	(1.8)
Total income taxes	12	12	(0)	(1.8)
Net income (loss)	(1,082)	251	1,334	-
Net loss ratio	71.3 %	78.7 %		
Net expense ratio	25.5	22.1		

Premiums Written and Claims Paid by Line**Direct Premiums Written by Lines of Insurance (excluding Deposit premiums from policyholders)**

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Personal Accident	94	0.4	62.5	107	0.4	13.6
Voluntary Automobile	23,352	99.6	10.4	23,879	99.6	2.3
Compulsory Automobile Liability	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	23,447	100.0	10.5	23,987	100.0	2.3
Deposit premiums from policyholders	-	-	-	-	-	-

Net Premiums Written by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Personal Accident	94	0.4	62.5	107	0.5	13.6
Voluntary Automobile	23,295	98.7	10.4	23,820	98.5	2.3
Compulsory Automobile Liability	206	0.9	18.5	250	1.0	21.4
Other	-	-	-	-	-	-
Total	23,596	100.0	10.6	24,178	100.0	2.5

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	Nine months ended December 31, 2009			Nine months ended December 31, 2010		
	Amount	Change %	Net loss ratio %	Amount	Change %	Net loss ratio %
Fire and Allied	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Personal Accident	33	58.4	48.3	42	25.5	49.5
Voluntary Automobile	15,036	21.1	71.3	17,125	13.9	78.7
Compulsory Automobile Liability	166	23.1	80.4	220	32.5	87.8
Other	-	-	-	-	-	-
Total	15,236	21.2	71.3	17,387	14.1	78.7

(Note) Net loss ratio is calculated using the sum of net claims paid and loss adjustment expenses.

Solvency Margin Ratio

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
(A) Total amount of solvency margin	10,845	10,738
Total net assets	9,761	9,510
Reserve for price fluctuation	16	13
Contingency reserve	0	0
Catastrophe reserve	775	1,033
General bad debts reserve	0	0
Net unrealized gains/losses on securities (Prior to tax effect deductions)	291	180
Net unrealized gains/losses on land	-	-
Excess of policyholders' contract deposits	-	-
Subordinated debts, etc.	-	-
Deductions	-	-
Others	-	-
(B) Total amount of risks	3,206	3,206
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
General insurance risk (R ₁)	2,798	2,798
Third sector insurance risk (R ₂)	-	-
Assumed interest risk (R ₃)	0	0
Asset management risk (R ₄)	220	219
Business administration risk (R ₅)	99	99
Catastrophe risk (R ₆)	300	300
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	676.5%	669.8%

(Note) Solvency margin ratio as of December 31, 2010 is calculated partially using simplified methods as for Assumed interest risk(R₃) etc.

Results for the Nine Months Ended December 31, 2010**Amount of Policies in Force and New Policies**

(1) Amount of policies in force

(Yen in millions)

	As of December 31, 2010		As of March 31, 2010	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual Insurance	1,241	9,615,601	1,131	9,129,287
Individual Annuities	70	319,507	67	315,415
Group Insurance	-	2,463,111	-	2,699,819
Group Annuities	-	-	-	-

(Note) The amount in individual annuities is the sum of (a) the funds to be held at the time annuity payments are to commence for an annuity for which payment has not yet commenced, and (b) the amount of policy reserve for an annuity for which payments have commenced.

(2) Amount of new policies

(Yen in millions)

	Nine months ended December 31, 2009				Nine months ended December 31, 2010			
	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	152	1,155,673	1,155,673	-	180	1,282,455	1,282,455	-
Individual Annuities	4	23,819	23,819	-	4	25,890	25,890	-
Group Insurance	-	24,440	24,440	-	-	20,425	20,425	-
Group Annuities	-	-	-	-	-	-	-	-

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

Annualized Premiums

(1) Amount of policies in force

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
Individual Insurance	179,651	174,715
Individual Annuities	19,265	18,800
Total	198,917	193,515
Medical coverage, living benefits, etc.	38,334	33,793

(2) Amount of new policies

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010
Individual Insurance	18,532	21,622
Individual Annuities	1,379	1,472
Total	19,911	23,094
Medical coverage, living benefits, etc.	5,434	6,733

(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 single-payment policy is the premium divided by the number of years of coverage.
2. "Medical coverage, living benefits, etc." shows 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.)

Selected Results of Operations

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change
Insurance premiums and other	161,576	174,284	12,708
Investment income	15,272	16,234	961
Insurance claims and other	98,463	94,475	(3,988)
Investment expenses	15	656	641

Total Assets

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
Total assets	1,216,705	1,148,341

Solvency Margin Ratio

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
(A) Total amount of solvency margin	136,614	124,409
Total capital	43,749	49,086
Reserve for price fluctuation	1,790	1,600
Contingency reserve	10,382	9,870
General bad debts reserve	8	14
Net unrealized gains/losses on securities×90%	17,810	12,195
Net unrealized gains/losses on land×85%	-	-
Excess of continued Zillmerized reserve	61,642	50,246
Brought in capital	-	-
Subordinated debt, etc.	-	-
Deductions	-	-
Others	1,231	1,396
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	12,471	11,682
Insurance risk (R ₁)	6,746	6,604
Third sector insurance risk (R ₈)	2,105	1,814
Assumed interest risk (R ₂)	677	666
Asset management risk (R ₃)	7,373	6,962
Business administration risk (R ₄)	507	320
Minimum guarantee risk (R ₇)	-	-
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	2,190.7%	2,129.7%

Results for the Nine Months Ended December 31, 2010

Amount of Policies in Force and New Policies

(1) Amount of policies in force

(Yen in millions)

	As of December 31, 2010		As of March 31, 2010	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual Insurance	541	5,889,153	498	5,577,308
Individual Annuities	80	285,462	75	265,997
Group Insurance	-	2,400,009	-	2,322,437
Group Annuities	-	464	-	477

(Note) The amount in individual annuities is the sum of (a) the funds to be held at the time annuity payments are to commence for an annuity for which payment has not yet commenced, and (b) the amount of policy reserve for an annuity for which payments have commenced.

(2) Amount of new policies

(Yen in millions)

	Nine months ended December 31, 2009				Nine months ended December 31, 2010			
	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	63	779,696	779,696	-	68	738,299	738,299	-
Individual Annuities	7	25,159	25,159	-	8	31,649	31,649	-
Group Insurance	-	30,806	30,806	-	-	7,822	7,822	-
Group Annuities	-	-	-	-	-	-	-	-

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

Annualized Premiums

(1) Amount of policies in force

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
Individual Insurance	59,817	58,519
Individual Annuities	16,022	15,029
Total	75,840	73,548
Medical coverage, living benefits, etc.	7,286	7,336

(2) Amount of new policies

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010
Individual Insurance	5,841	5,670
Individual Annuities	1,505	1,719
Total	7,347	7,389
Medical coverage, living benefits, etc.	535	369

(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 single-payment policy is the premium divided by the number of years of coverage.
2. "Medical coverage, living benefits, etc." shows 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.)

Selected Results of Operations

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change
Insurance premiums and other	76,236	81,405	5,169
Investment income	6,807	7,666	859
Insurance claims and other	30,413	31,439	1,025
Investment expenses	738	543	(195)

Total Assets

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
Total assets	533,961	467,966

Solvency Margin Ratio

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
(A) Total amount of solvency margin	80,714	74,227
Total capital	32,171	32,617
Reserve for price fluctuation	627	558
Contingency reserve	7,558	7,142
General bad debts reserve	0	-
Net unrealized gains/losses on securities×90%	5,410	1,759
Net unrealized gains/losses on land×85%	-	-
Excess of continued Zillmerized reserve	32,315	29,722
Brought in capital	-	-
Subordinated debt, etc.	-	-
Deductions	-	-
Others	2,631	2,427
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	7,803	7,443
Insurance risk (R ₁)	4,817	4,594
Third sector insurance risk (R ₈)	1,163	1,092
Assumed interest risk (R ₂)	237	230
Asset management risk (R ₃)	4,436	4,250
Business administration risk (R ₄)	213	203
Minimum guarantee risk (R ₇)	-	-
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	2,068.6%	1,994.3%

Results for the Nine months Ended December 31, 2010**Amount of Policies in Force and New Policies**

(1) Amount of policies in force

(Yen in millions)

	As of December 31, 2010		As of March 31, 2010	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual Insurance	9	113,960	9	114,009
Individual Annuities	408	2,890,631	387	3,023,577
Group Insurance	-	-	-	-
Group Annuities	-	-	-	-

(Note) The amount in individual annuities is the sum of (a) the funds to be held at the time annuity payments are to commence (in the case of an individual variable annuity, insurance premium reserve) for an annuity for which payment has not yet commenced and (b) the amount of policy reserve for an annuity for which payments have commenced

(2) Amount of new policies

(Yen in millions)

	Nine months ended December 31, 2009				Nine months ended December 31, 2010			
	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	0	755	755	-	0	3,626	3,626	-
Individual Annuities	50	326,582	326,582	-	32	180,670	180,670	-
Group Insurance	-	-	-	-	-	-	-	-
Group Annuities	-	-	-	-	-	-	-	-

(Note) The amount of individual annuities is the funds to be held at the time annuity payments are to commence (in the case of an individual variable annuity, insurance premium reserve at the time of enrollment.)

Annualized Premiums

(1) Amount of policies in force

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
Individual Insurance	9,586	9,578
Individual Annuities	436,252	522,135
Total	445,838	531,714
Medical coverage, living benefits, etc.	93	103

(2) Amount of new policies

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010
Individual Insurance	64	310
Individual Annuities	186,377	82,776
Total	186,441	83,086
Medical coverage, living benefits, etc.	0	-

(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 single-payment policy is the premium divided by the number of years of coverage.
2. "Medical coverage, living benefits, etc." shows 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.)

Selected Results of Operations

(Yen in millions)

	Nine months ended December 31, 2009	Nine months ended December 31, 2010	Change
Insurance premiums and other	363,622	185,845	(177,777)
Investment income	348,383	13	(348,370)
Insurance claims and other	102,615	159,574	56,958
Investment expenses	409	132,578	132,169

Total Assets

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
Total assets	2,991,674	3,116,508
Separate account balance	2,380,343	2,586,618

Solvency Margin Ratio

(Yen in millions)

	As of December 31, 2010	As of March 31, 2010
(A) Total amount of solvency margin	176,483	174,313
Total capital	49,870	35,408
Reserve for price fluctuation	1,089	682
Contingency reserve	15,655	13,930
General bad debts reserve	-	-
Net unrealized gains/losses on securities×90%	181	(23)
Net unrealized gains/losses on land×85%	-	-
Excess of continued Zillmerized reserve	109,685	123,314
Subordinated debt, etc.	-	1,000
Deductions	-	-
Others	-	-
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	34,910	32,949
Insurance risk (R ₁)	32	17
Third sector insurance risk (R ₈)	18	20
Assumed interest risk (R ₂)	2,878	2,747
Asset management risk (R ₃)	11,086	9,386
Business administration risk (R ₄)	1,018	960
Minimum guarantee risk (R ₇)	19,927	19,854
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	1,011.0%	1,058.0%

Non-Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2009	Nine months ended December 31, 2010
	Amount	Amount
Ordinary income:	1,247,475	1,276,923
Underwriting income:	1,159,552	1,186,894
Net premiums written	903,634	924,476
Deposit premiums from policyholders	114,473	114,458
Investment income on deposit premiums from policyholders	41,619	38,466
Reversal of outstanding claims	15,667	6,240
Reversal of underwriting reserves	84,060	103,165
Investment income:	85,033	87,834
Interest and dividends received	94,657	89,807
Investment gains on money trusts	539	6
Gains on sale of securities	6,802	25,095
Gains on derivative transactions	22,543	8,749
Transfer of investment income on deposit premiums from policyholders	(41,619)	(38,466)
Other ordinary income	2,889	2,194
Ordinary expenses:	1,177,798	1,216,031
Underwriting expenses:	988,193	1,035,692
Net claims paid	570,325	575,274
Loss adjustment expenses	54,123	54,682
Commission and collection expenses	155,901	161,067
Maturity refunds to policyholders	206,370	241,985
Investment expenses:	24,566	22,800
Investment losses on money trusts	24	107
Losses on sale of securities	5,843	8,199
Losses on devaluation of securities	7,712	5,967
Operating expenses and general and administrative expenses	158,968	155,980
Other ordinary expenses:	6,070	1,558
Interest paid	1,723	1,233
Ordinary profit	69,676	60,891
Extraordinary income:	1,317	10,658
Extraordinary losses:	2,977	14,020
Income before income taxes	68,016	57,529
Income taxes	33,729	15,020
Refund of income taxes for prior periods	(13,947)	-
Net income	48,234	42,508

Non-Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2009	Nine months ended December 31, 2010
	Amount	Amount
Ordinary income:	1,036,383	1,064,013
Underwriting income:	967,010	993,213
Net premiums written	831,407	829,259
Deposit premiums from policyholders	48,121	47,194
Investment income on deposit premiums from policyholders	20,532	18,332
Reversal of outstanding claims	12,514	7,244
Reversal of underwriting reserves	53,187	86,429
Investment income:	66,032	68,271
Interest and dividends received	54,235	49,798
Investment gains on money trusts	663	0
Gains on sale of securities	22,515	35,049
Gains on derivative transactions	7,714	862
Transfer of investment income on deposit premiums from policyholders	(20,532)	(18,332)
Other ordinary income	3,341	2,528
Ordinary expenses:	990,407	1,008,056
Underwriting expenses:	813,590	833,473
Net claims paid	511,205	520,329
Loss adjustment expenses	48,703	42,142
Commission and collection expenses	146,726	148,786
Maturity refunds to policyholders	104,022	109,275
Provision for outstanding claims	-	5,507
Investment expenses:	22,752	19,723
Losses on trading securities	3	4
Losses on sale of securities	5,230	4,804
Losses on devaluation of securities	14,788	11,219
Losses on derivative transactions	467	843
Operating expenses and general and administrative expenses	152,754	153,982
Other ordinary expenses:	1,310	876
Interest paid	1	1
Ordinary profit	45,976	55,956
Extraordinary income:	345	88
Extraordinary losses:	7,158	32,452
Income before income taxes	39,163	23,593
Income taxes - current	1,741	-
Income taxes - deferred	11,073	-
Total income taxes / Income taxes	12,814	7,897
Net income	26,349	15,695

Non-Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2009	Nine months ended December 31, 2010
	Amount	Amount
Ordinary income:	23,813	25,236
Underwriting income:	23,654	25,067
Net premiums written	23,596	24,178
Investment income on deposit premiums from policyholders	9	9
Reversal of underwriting reserves	47	880
Investment income:	152	166
Interest and dividends received	156	170
Gains on sale of securities	5	5
Transfer of investment income on deposit premiums from policyholders	(9)	(9)
Other ordinary income	7	1
Ordinary expenses:	24,876	24,967
Underwriting expenses:	19,066	19,802
Net claims paid	15,236	17,387
Loss adjustment expenses	1,578	1,637
Commission and collection expenses	200	181
Provision for outstanding claims	2,051	596
Investment expenses:	-	-
Operating expenses and general and administrative expenses	5,809	5,164
Other ordinary expenses:	0	0
Ordinary profit (loss)	(1,062)	268
Extraordinary income:	0	1
Extraordinary losses:	8	6
Income (loss) before income taxes	(1,070)	263
Income taxes - current	12	12
Total income taxes	12	12
Net income (loss)	(1,082)	251

Non-Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2009	Nine months ended December 31, 2010
	Amount	Amount
Ordinary income:	177,267	190,933
Insurance premiums and other:	161,576	174,284
Insurance premiums	161,415	174,209
Investment income:	15,272	16,234
Interest and dividends received	14,820	15,630
Gains on sale of securities	452	604
Other ordinary income	417	413
Ordinary expenses:	174,766	195,778
Insurance claims and other:	98,463	94,475
Insurance claims	24,096	24,730
Annuity payments	2,003	2,494
Benefits	4,209	4,944
Surrender benefits	66,992	61,197
Other refunds	761	724
Provision for underwriting reserves and other:	47,551	67,092
Provision for outstanding claims	292	186
Provision for underwriting reserves	47,259	66,905
Provision of interest portion of reserves for dividends to policyholders	0	0
Investment expenses:	15	656
Interest paid	9	16
Losses on sale of securities	4	615
Operating expenses:	26,682	30,898
Other ordinary expenses:	2,053	2,655
Ordinary profit (loss)	2,501	(4,845)
Extraordinary income:	10	3
Extraordinary losses:	184	1,433
Provision for reserve for dividends to policyholders	1,967	1,846
Income (loss) before income taxes	359	(8,122)
Income taxes - current	(138)	-
Income taxes - deferred	437	-
Total income taxes / Income taxes	298	(2,785)
Net income (loss)	60	(5,336)

Non-Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2009	Nine months ended December 31, 2010
	Amount	Amount
Ordinary income:	83,168	89,567
Insurance premiums and other:	76,236	81,405
Insurance premiums	74,600	80,579
Investment income:	6,807	7,666
Interest and dividends received	6,205	6,898
Gains on sale of securities	479	767
Gains on derivative transactions	1	-
Other ordinary income	125	495
Ordinary expenses:	79,055	86,409
Insurance claims and other:	30,413	31,439
Insurance claims	8,892	8,361
Annuity payments	510	729
Benefits	3,007	3,533
Surrender benefits	16,702	17,286
Other refunds	322	553
Provision for underwriting reserves and other:	33,308	38,440
Provision for outstanding claims	435	963
Provision for underwriting reserves	32,871	37,475
Provision of interest portion of reserve for dividends to policyholders	1	1
Investment expenses:	738	543
Interest paid	2	13
Losses on sale of securities	475	129
Losses on devaluation of securities	112	-
Losses on derivative transactions	-	1
Operating expenses:	13,646	14,955
Other ordinary expenses:	948	1,030
Ordinary profit	4,112	3,158
Extraordinary income:	0	-
Extraordinary losses:	65	1,138
Provision for reserve for dividends to policyholders	1,818	1,577
Income before income taxes	2,228	443
Income taxes - current	835	-
Income taxes - deferred	16	-
Total income taxes / Income taxes	852	181
Net income	1,376	261

Non-Consolidated Statements of Income

(Yen in millions)

Items	Nine months ended December 31, 2009	Nine months ended December 31, 2010
	Amount	Amount
Ordinary income:	718,387	331,554
Insurance premiums and other:	363,622	185,845
Insurance premiums	357,810	180,159
Investment income:	348,383	13
Interest and dividends received	21	13
Investment gains on money trusts	54,908	-
Gains on separate accounts	292,425	-
Other ordinary income	6,381	145,695
Reversal of outstanding claims	982	641
Reversal of policy reserve	-	139,909
Ordinary expenses:	692,034	308,302
Insurance claims and other:	102,615	159,574
Insurance claims	27,603	30,268
Annuity payments	21,596	27,962
Benefits	6,459	21,163
Surrender benefits	29,813	61,340
Other refunds	1,311	1,491
Provision for underwriting reserves and other:	553,751	-
Provision for underwriting reserves	553,751	-
Investment expenses:	409	132,578
Interest paid	46	34
Investment losses on money trusts	-	2,105
Losses on separate accounts	-	129,814
Operating expenses:	27,531	15,508
Other ordinary expenses:	7,726	641
Amortization of deferred assets under Article 113 of the Insurance Business Law	6,370	-
Ordinary profit	26,353	23,251
Extraordinary income:	-	-
Extraordinary losses:	368	472
Income before income taxes	25,984	22,778
Income taxes - current	6	5
Income taxes - deferred	9,428	8,310
Total income taxes	9,435	8,316
Net income	16,549	14,462