

[Translation]

SUMMARY OF FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED JUNE 30, 2010

August 12, 2010

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
 Contact: Keisuke Kawamoto, Manager, Consolidated Accounting Section, Accounting Department
 Telephone : (03)-6202-5273
 Date of filing of Quarterly Financial Report: August 13, 2010
 Date of starting payment of dividends: -

(Note) Amounts are truncated.

1.Consolidated Business Results for the three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)

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

	Ordinary income		Ordinary profit		Net income	
Three months ended June 30, 2010	856,213	59.9 %	47,206	2.3 %	41,381	28.6 %
Three months ended June 30, 2009	535,332	1.5 %	46,165	39.1 %	32,179	36.9 %

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

(Yen)

	Net income per share	Net income per share -Diluted
Three months ended June 30, 2010	66.00	-
Three months ended June 30, 2009	76.74	-

(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 June 30, 2010	11,387,055	1,699,292	14.8 %	2,697.15
As of March 31, 2010	7,519,625	1,311,082	17.3 %	3,143.32

(Reference) Net assets less minority interests: As of June 30, 2010: ¥1,690,854 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	-				
Year ending March 31, 2011 (Forecast)		27.00	-	27.00	54.00

(Note) Changes in the dividend per share forecast for the fiscal year ending March 31, 2011, during the first 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)
Six months ending September 30, 2010	1,660,000	63.4 %	56,000	(31.9) %	32,000	(43.7) %	51.04
Year ending March 31, 2011	3,330,000	69.7 %	86,000	63.2 %	51,000	35.5 %	81.34

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 and the six months ending September 30, 2010 during the firstquarter : None

4. Other information

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

Increase 4 (Aioi Insurance Company, Limited, Nissay Dowa General Insurance Company, Limited, Aioi Life Insurance Company, Limited, Aioi Motor and General Insurance Company of Europe Limited)

Decrease 0

(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 June 30, 2010: 633,291,754 shares

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

2. The number of treasury stock

As of June 30, 2010: 6,389,924 shares

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

3. The average number of shares outstanding

For the three months ended June 30, 2010: 626,908,911 shares

For the three months ended June 30, 2009: 419,296,574 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". Therefore, the quarterly review process has not 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 June 30, 2010	As of March 31, 2010
	Amount	Amount
(Assets)		
Cash deposits and savings	468,683	313,389
Call loans	53,300	33,700
Securities bought under resale agreements	29,793	15,998
Monetary claims bought	136,496	108,158
Money trusts	13,796	10,592
Investments in securities	7,860,882	5,497,537
Loans	1,113,874	749,524
Tangible fixed assets	505,134	255,039
Intangible fixed assets	117,502	78,967
Other assets	811,509	459,454
Deferred tax assets	282,381	6,411
Customers' liabilities for acceptances and guarantees	3,000	-
Bad debts reserve	(9,298)	(9,149)
Total assets	11,387,055	7,519,625
(Liabilities)		
Underwriting funds:	9,107,715	5,781,233
Outstanding claims	1,192,176	753,784
Underwriting reserves	7,915,539	5,027,448
Debentures	94,971	94,969
Other liabilities	359,019	198,587
Reserve for pension and retirement benefits	106,471	82,424
Reserve for pension and retirement benefits for officers and operating officers	2,018	2,092
Accrued bonuses for employees	993	12,713
Reserve under the special law:	4,659	4,302
Reserve for price fluctuation	4,659	4,302
Deferred tax liabilities	8,913	32,221
Liabilities under acceptances and guarantees	3,000	-
Total liabilities	9,687,762	6,208,542
(Net assets)		
Shareholders' equity:		
Common stock	100,000	100,000
Capital surplus	682,755	132,690
Retained earnings	561,320	541,520
Treasury stock	(14,746)	(14,687)
Total shareholders' equity	1,329,329	759,522
Valuation and translation adjustments:		
Unrealized gains on investments, net of tax	389,715	582,980
Deferred hedge gains (losses), net of tax	10,763	2,138
Foreign currency translation adjustments	(38,953)	(40,309)
Total valuation and translation adjustments	361,524	544,809
Minority interests	8,437	6,750
Total net assets	1,699,292	1,311,082
Total liabilities and net assets	11,387,055	7,519,625

Consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income and expenses:		
Ordinary income:	535,332	856,213
Underwriting income:	480,188	796,673
Net premiums written	354,435	653,841
Deposit premiums from policyholders	34,585	60,036
Investment income on deposit premiums from policyholders	13,951	16,815
Life insurance premiums	28,597	53,710
Reversal of outstanding claims	30,584	5,887
Reversal of underwriting reserves	17,278	4,793
Investment income:	50,739	55,085
Interest and dividends received	42,551	60,067
Investment gains on money trusts	390	16
Gains on sale of securities	3,251	7,362
Gains on derivative transactions	15,895	2,834
Transfer of investment income on deposit premiums from policyholders	(13,951)	(16,815)
Other ordinary income	4,404	4,454
Ordinary expenses:	489,166	809,007
Underwriting expenses:	399,060	667,096
Net claims paid	244,562	390,571
Loss adjustment expenses	19,355	33,007
Commission and collection expenses	61,613	120,185
Maturity refunds to policyholders	64,175	105,143
Life insurance claims	8,790	13,353
Investment expenses:	15,270	15,309
Investment losses on money trusts	88	227
Losses on trading securities	-	1
Losses on sale of securities	3,050	882
Losses on devaluation of securities	9,884	9,049
Operating expenses and general and administrative expenses	71,372	125,671
Other ordinary expenses:	3,462	929
Interest paid	620	330
Ordinary profit	46,165	47,206
Extraordinary income and losses:		
Extraordinary income:	2,337	17,618
Gains on sale of fixed assets	232	85
Gain on negative goodwill	-	13,543
Reversal of reserve under the special law	2,104	3,989
Reversal of reserve for price fluctuation	2,104	3,989
Extraordinary losses:	511	15,162
Losses on sale of fixed assets	475	296
Impairment losses on fixed assets	35	361
Losses on reduction of real estate	-	6
Other extraordinary losses	-	14,496
Income before income taxes	47,991	49,663
Income taxes	29,269	7,905
Refund of income taxes for prior periods	(13,947)	-
Income before minority interests	490	41,758
Minority Interests	490	376
Net income	32,179	41,381

Other Information

Summary of Consolidated Results of Operations

(Yen in millions)

Items	(Reference) Three months ended June 30, 2009	Three months ended June 30, 2010	Change	Change Ratio(%)
Ordinary Income and Expenses:				
Underwriting income:	802,286	796,673	(5,612)	(0.7)
Net premiums written	634,447	653,841	19,393	3.1
Deposit premiums from policyholders	49,490	60,036	10,545	21.3
Life insurance premiums	46,139	53,710	7,571	16.4
Underwriting expenses:	668,614	667,096	(1,518)	(0.2)
Net claims paid	410,465	390,571	(19,894)	(4.8)
Loss adjustment expenses	33,088	33,007	(81)	(0.2)
Commission and collection expenses	114,726	120,185	5,459	4.8
Maturity refunds to policyholders	92,430	105,143	12,712	13.8
Life insurance claims	12,694	13,353	659	5.2
Investment income:	76,634	55,085	(21,548)	(28.1)
Interest and dividends received	64,824	60,067	(4,756)	(7.3)
Gains on sale of securities	6,580	7,362	781	11.9
Gains on derivative transactions	21,511	2,834	(18,677)	(86.8)
Investment expenses:	19,449	15,309	(4,140)	(21.3)
Losses on sale of securities	5,224	882	(4,341)	(83.1)
Losses on devaluation of securities	11,349	9,049	(2,299)	(20.3)
Losses on derivative transactions	213	-	(213)	(100.0)
Operating expenses and general and administrative expenses	124,895	125,671	776	0.6
Other ordinary income and expenses	1,334	3,525	2,190	164.2
Net income and losses from equity method investments	3,413	1,736	(1,676)	(49.1)
Ordinary profit	67,295	47,206	(20,088)	(29.9)
Extraordinary Income and Losses:				
Extraordinary income	2,358	17,618	15,260	646.9
Extraordinary losses	1,678	15,162	13,483	803.5
Extraordinary income and losses	680	2,456	1,776	260.9
Income before income taxes	67,976	49,663	(18,312)	(26.9)
Income taxes	35,842	7,905	(27,937)	(77.9)
Refund of income taxes for prior periods	(13,947)	-	13,947	-
Minority interests	475	376	(98)	(20.7)
Net income	45,606	41,381	(4,225)	(9.3)

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

Net premiums written	635,468	653,460	17,992	2.8
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(Note)

Figures for three months ended June 30, 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).

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

Consolidated

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	124,954	16.6	(2.2)	125,708	16.2	0.6
Marine	29,133	3.9	(19.4)	29,166	3.8	0.1
Personal Accident	93,882	12.5	(9.0)	105,359	13.6	12.2
Voluntary Automobile	320,242	42.6	(2.5)	328,744	42.5	2.7
Compulsory Automobile Liability	72,903	9.7	(27.0)	75,081	9.7	3.0
Other	110,815	14.7	(0.9)	110,148	14.2	(0.6)
Total	751,931	100.0	(6.8)	774,210	100.0	3.0
Deposit premiums from policyholders	49,490	6.6	(17.1)	60,036	7.8	21.3

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

Voluntary Automobile	321,263		(2.3)	328,364		2.2
Total	752,952		(6.8)	773,829		2.8

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	80,711	12.7	(2.2)	83,736	12.8	3.7
Marine	21,782	3.5	(25.4)	23,716	3.6	8.9
Personal Accident	55,285	8.7	(2.7)	56,518	8.7	2.2
Voluntary Automobile	318,672	50.2	(2.3)	332,028	50.8	4.2
Compulsory Automobile Liability	62,299	9.8	(25.0)	64,728	9.9	3.9
Other	95,696	15.1	(2.3)	93,112	14.2	(2.7)
Total	634,447	100.0	(6.1)	653,841	100.0	3.1

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

Voluntary Automobile	319,693		(2.1)	331,648		3.7
Total	635,468		(6.0)	653,460		2.8

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	34,018	8.3	(2.3)	34,638	8.9	1.8
Marine	10,252	2.5	(2.9)	10,932	2.8	6.6
Personal Accident	27,523	6.7	3.8	28,355	7.2	3.0
Voluntary Automobile	189,975	46.3	2.5	202,952	52.0	6.8
Compulsory Automobile Liability	64,627	15.7	(1.5)	65,071	16.7	0.7
Other	84,067	20.5	52.9	48,621	12.4	(42.2)
Total	410,465	100.0	8.7	390,571	100.0	(4.8)

(Note)

- Figures for three months ended June 30, 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 June 30, 2010			As of March 31, 2010		
	Acquisition cost	Fair value	Difference	Acquisition cost	Fair value	Difference
Domestic Bonds	3,018,495	3,142,269	123,774	2,181,328	2,233,370	52,042
Domestic Stocks	1,407,274	1,942,165	534,891	774,863	1,621,574	846,711
Foreign Securities	1,598,152	1,561,524	(36,627)	910,717	923,353	12,635
Others	270,207	265,733	(4,474)	98,937	104,839	5,901
Total	6,294,129	6,911,693	617,564	3,965,846	4,883,138	917,291

As of June 30, 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 8,933 million yen; 7,678 million yen for domestic stocks and 1,255 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 more than 30% 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 more than 30% 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 June 30, 2010			As of March 31, 2010		
	Amount of investments and loans (Note 1) (Amount in Consolidated Balance Sheet)	Valuation Difference (Unrealized losses/gains)	Losses on Devaluation / Gains or losses on Sales, etc. (Note 2)	Amount of investments and loans (Note 1) (Amount in Consolidated Balance Sheet)	Valuation Difference (Unrealized losses/gains)	Losses on Devaluation / Gains or losses on Sales, etc. (Note 2)
(1)RMBS	(Note 3) 1,342	49	1	1,311	18	-
Japan	1,309	48	1	1,282	18	-
Overseas	32	0	0	28	0	-
(2)ABS-CDO	-	-	0	2	0	-
AAA	-	-	-	-	-	-
AA	-	-	-	-	-	-
A	-	-	-	-	-	-
BBB or below	-	-	0	2	0	-
(3)CDO	112	1	1	115	2	(2)
CLO	112	1	1	115	1	(2)
AAA	100	1	-	115	1	(2)
AA	-	-	-	-	-	-
A	-	-	-	-	-	-
BBB or below	11	(0)	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	159	(7)	0	140	(7)	-
Japan	155	(7)	0	140	(7)	-
Overseas	4	0	-	-	-	-
(5)Other ABS	32	(0)	-	-	-	-
Japan	1	0	-	-	-	-
Overseas	30	(0)	-	-	-	-
(6)ABCP	2	-	-	16	-	-
Portion composed by MS&AD Insurance Group	2	-	-	16	-	-
(7)SIV instruments	0	(0)	-	-	-	-
Portion composed by MS&AD Insurance Group	-	-	-	-	-	-
(8)LBO Loan	118	(Note 4) -	1	121	(Note 4) -	(0)
Japan	118	-	1	121	-	(0)
Overseas	-	-	-	-	-	-
Total	1,769	43	4	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 three months ended June 30, 2010.

(Note 3) Breakdown of credit ratings: AAA (131.6 billion yen), AA (1.9 billion yen), BBB or below (0.6 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

The figures in "Three months June 30, 2009" and "Year ended March 31, 2010" are the simple combination of "Mitsui Sumitomo Insurance Group Holdings (Consolidated)", "Aioi Insurance(Consolidated)"and"Nissay Dowa General Insurance(Non-Consolidated)"

I. Summary of Consolidated Business Results for the Three Months ended June 30, 2010 (Net Premiums Written, Ordinary Profit, Net Income or Loss)

(Unit: 100 million yen)

		Three months ended June 30, 2009	Three months ended June 30, 2010	Change	Change Ratio (%)	Year ended March 31, 2010
Net Premiums Written <small>Note 1</small>	①	6,354	6,534	179	2.8	25,190
Mitsui Sumitomo Insurance	②	3,050	3,124	74	2.4	12,037
Aioi Insurance	③	1,971	2,028	57	2.9	7,940
Nissay Dowa General Insurance	④	768	755	(13)	(1.7)	3,126
Mitsui Direct General Insurance	⑤	80	81	1	1.8	324
Overseas Non-Life Insurance Subsidiaries	⑥	484	544	59	12.4	1,761
Ordinary Profit	⑦	672	472	(200)	(29.9)	991
Mitsui Sumitomo Insurance	⑧	412	269	(143)	(34.7)	357
Aioi Insurance	⑨	171	20	(151)	(88.2)	373
Nissay Dowa General Insurance	⑩	39	53	14	37.4	100
Net Income (Loss)	⑪	456	413	(42)	(9.3)	573
Mitsui Sumitomo Insurance	⑫	294	192	(101)	(34.6)	254
Aioi Insurance	⑬	108	(13)	(122)	(112.6)	181
Nissei Dowa General Insurance	⑭	28	11	(16)	(59.2)	30
Mitsui Direct General Insurance	⑮	1	6	5	337.1	(6)
Mitsui Sumitomo Kirameki Life Insurance	⑯	0	0	(0)	(82.9)	0
Aioi Life Insurance	⑰	5	0	(5)	(92.4)	13
Mitsui Sumitomo MetLife Insurance	⑱	33	16	(17)	(51.6)	44
Overseas Non-Life Insurance Subsidiaries	⑲	51	47	(4)	(8.6)	172
Other	⑳	(0)	0	1	-	6
Consolidation Adjustment/Holding Company	㉑	(68)	151	220	-	(123)

Note: 1. 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.

2. Figures in 12 through 20 are prior to consolidation adjustments (the Company's equity)

(1) Breakdown of Overseas Non-Life Insurance Subsidiaries

(Unit: 100 million yen)

		Three months ended June 30, 2009	Three months ended June 30, 2010	Change	Change Ratio (%)	Year ended March 31 2010
Net Premiums Written	①	484	544	59	12.4	1,761
Asia	②	164	198	33	20.4	655
Europe	③	184	180	(3)	(2.2)	647
Americas	④	67	77	10	15.0	249
Reinsurance	⑤	67	87	20	29.8	208
Net Income (Loss)	⑥	51	47	(4)	(8.6)	172
Asia	⑦	23	20	(3)	(13.7)	90
Europe	⑧	7	0	(7)	(99.8)	(18)
Americas	⑨	1	6	4	242.8	19
Reinsurance	⑩	18	20	1	8.9	80

(2) Status of Life Insurance Subsidiaries

(Unit: 100 million yen)

		Three months ended June 30, 2009	Three months ended June 30, 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	3,693	3,763	69	1.9	15,872
Aioi Life Insurance	②	2,544	2,310	(234)	(9.2)	10,594
Subtotal amount	③	6,238	6,073	(164)	(2.6)	26,466
Mitsui Sumitomo MetLife Insurance	④	1,258	572	(685)	(54.5)	4,081
Amount of Policies in Force				From the previous year	From the previous year	
Mitsui Sumitomo Kirameki Life Insurance	⑤	90,792	95,577	1,130	1.2	94,447
Aioi Life Insurance	⑥	54,743	59,411	978	1.7	58,433
Subtotal amount	⑦	145,536	154,988	2,108	1.4	152,880
Mitsui Sumitomo MetLife Insurance	⑧	28,022	28,862	(2,513)	(8.0)	31,375
Annualized Premiums for Policies in Force				From the previous year	From the previous year	
Mitsui Sumitomo Kirameki Life Insurance	⑨	1,919	1,939	4	0.2	1,935
Aioi Life Insurance	⑩	713	742	6	0.9	735
Subtotal amount	⑪	2,632	2,682	11	0.4	2,670
Mitsui Sumitomo MetLife Insurance	⑫	5,415	4,842	(474)	(8.9)	5,317

Note

Above figures show the total of individual insurance and individual annuities

Overviews of Major Consolidated Subsidiaries

(Mitsui Sumitomo Insurance Co., Ltd.)

Summary of Non-consolidated Results of Operations

(Yen in millions)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Change	Change Ratio (%)
Direct premiums written (including Deposit premiums from policyholders):	364,348	381,561	17,212	4.7
Direct premiums written	329,763	338,045	8,281	2.5
Underwriting income:	390,309	407,534	17,224	4.4
Net premiums written	303,986	312,834	8,848	2.9
Deposit premiums from policyholders	34,585	43,515	8,930	25.8
Underwriting expenses:	325,346	344,073	18,727	5.8
Net claims paid	188,520	194,045	5,525	2.9
Loss adjustment expenses	17,958	17,982	23	0.1
Commission and collection expenses	53,160	55,569	2,409	4.5
Maturity refunds to policyholders	64,175	75,319	11,143	17.4
Investment income:	45,997	27,390	(18,607)	(40.5)
Interest and dividends received	40,155	33,669	(6,486)	(16.2)
Gains on sale of securities	1,993	4,129	2,135	107.1
Gains on derivative transactions	15,833	1,928	(13,905)	(87.8)
Investment expenses:	13,644	10,792	(2,852)	(20.9)
Losses on sale of securities	2,425	206	(2,218)	(91.5)
Losses on devaluation of securities	9,196	6,728	(2,468)	(26.8)
Operating expenses and general and administrative expenses:	53,580	53,474	(105)	(0.2)
Operating expenses and general and administrative expenses for underwriting	50,798	50,632	(165)	(0.3)
Other ordinary income and expenses	(2,501)	325	2,827	-
Ordinary profit:	41,234	26,909	(14,324)	(34.7)
Underwriting profit	14,830	13,056	(1,773)	(12.0)
Extraordinary income	2,389	2,356	(32)	(1.4)
Extraordinary losses	484	3,440	2,956	610.7
Extraordinary income and losses	1,905	(1,083)	(2,988)	(156.9)
Income before income taxes	43,139	25,826	(17,313)	(40.1)
Income taxes	27,648	6,585	(21,062)	(76.2)
Refund of income taxes for prior periods	(13,947)	-	13,947	-
Net income	29,439	19,240	(10,198)	(34.6)
Net loss ratio	67.9 %	67.8 %		
Net expense ratio	34.2	33.9		

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

Direct premiums written (including Deposit premiums from policyholders)	365,369	381,180	15,810	4.3 %
Direct premiums written	330,784	337,664	6,880	2.1
Net premiums written	305,006	312,454	7,447	2.4
Net loss ratio	67.7 %	67.9 %		
Net expense ratio	34.1	34.0		

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

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	53,017	16.1	(1.7)	53,730	15.9	1.3
Marine	18,666	5.7	(19.3)	18,812	5.6	0.8
Personal Accident	35,947	10.9	(1.2)	37,204	11.0	3.5
Voluntary Automobile	136,355	41.3	(2.9)	141,556	41.9	3.8
Compulsory Automobile Liability	32,557	9.9	(27.3)	33,943	10.0	4.3
Other	53,218	16.1	(0.9)	52,798	15.6	(0.8)
Total	329,763	100.0	(6.4)	338,045	100.0	2.5
Deposit premiums from policyholders	34,585		(19.7)	43,515		25.8

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

Voluntary Automobile	137,376		(2.5)	141,175		2.8
Total	330,784		(6.3)	337,664		2.1

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	39,332	13.0	(2.6)	41,058	13.1	4.4
Marine	13,479	4.4	(24.4)	14,041	4.5	4.2
Personal Accident	34,626	11.4	(1.2)	35,766	11.4	3.3
Voluntary Automobile	135,821	44.7	(3.1)	141,480	45.2	4.2
Compulsory Automobile Liability	30,490	10.0	(24.7)	31,537	10.1	3.4
Other	50,235	16.5	(1.6)	48,951	15.7	(2.6)
Total	303,986	100.0	(6.5)	312,834	100.0	2.9

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

Voluntary Automobile	136,842		(2.8)	141,099		3.1
Total	305,006		(6.3)	312,454		2.4

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Change %	Net loss ratio %	Amount	Change %	Net loss ratio %
Fire and Allied	16,265	(2.6)	43.9	16,668	2.5	42.9
Marine	6,252	(5.1)	49.8	6,992	11.8	53.0
Personal Accident	17,707	3.1	57.0	18,600	5.0	57.8
Voluntary Automobile	85,096	0.2	70.3	89,998	5.8	71.0
Compulsory Automobile Liability	33,424	(1.4)	118.0	33,630	0.6	115.0
Other	29,772	4.1	62.3	28,155	(5.4)	60.6
Total	188,520	0.4	67.9	194,045	2.9	67.8

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

Voluntary Automobile	85,096	0.2	69.8	89,998	5.8	71.1
Total	188,520	0.4	67.7	194,045	2.9	67.9

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 June 30, 2010	As of March 31, 2010
(A) Total amount of solvency margin	2,069,213	2,241,511
Total net assets	640,836	621,596
Reserve for price fluctuation	668	2,689
Contingency reserve	239	233
Catastrophe reserve	577,366	583,635
General bad debts reserve	1,326	1,338
Net unrealized gains/losses on securities (Prior to tax effect deductions)	604,555	799,409
Net unrealized gains/losses on land	73,017	72,972
Excess of policyholders' contract deposits	-	-
Subordinated debts, etc.	-	-
Deductions	35,083	35,583
Others	206,287	195,220
(B) Total amount of risks	509,149	534,040
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
General insurance risk (R ₁)	73,472	73,498
Third sector insurance risk (R ₂)	23	23
Assumed interest risk (R ₃)	6,376	6,426
Asset management risk (R ₄)	265,052	289,698
Business administration risk (R ₅)	11,232	11,736
Catastrophe risk (R ₆)	216,713	217,188
(C) Solvency margin ratio	812.8%	839.4%
[(A)/{(B)×1/2}]×100		

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

Summary of Non-consolidated Results of Operations

(Yen in millions)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Change	Change Ratio (%)
Direct premiums written (including Deposit premiums from policyholders):	222,465	225,187	2,721	1.2
Direct premiums written	211,279	212,083	804	0.4
Underwriting income:	221,968	228,971	7,003	3.2
Net premiums written	197,188	202,894	5,706	2.9
Deposit premiums from policyholders	11,186	13,103	1,916	17.1
Reversal of outstanding claims	407	1,918	1,511	370.6
Reversal of underwriting reserves	8,166	5,689	(2,476)	(30.3)
Underwriting expenses:	183,409	193,756	10,346	5.6
Net claims paid	116,568	120,439	3,871	3.3
Loss adjustment expenses	9,511	9,243	(268)	(2.8)
Commission and collection expenses	36,038	38,158	2,120	5.9
Maturity refunds to policyholders	20,631	22,996	2,365	11.5
Investment income:	17,227	11,095	(6,131)	(35.6)
Interest and dividends received	13,403	11,704	(1,699)	(12.7)
Gains on sale of securities	1,790	1,920	129	7.2
Gains on derivative transactions	5,616	1,642	(3,974)	(70.8)
Investment expenses:	2,425	8,701	6,275	258.8
Losses on sale of securities	829	9	(820)	(98.9)
Losses on devaluation of securities	1,296	7,692	6,396	493.4
Operating expenses and general and administrative expenses:	36,678	36,421	(257)	(0.7)
Operating expenses and general and administrative expenses for underwriting	34,384	34,189	(194)	(0.6)
Other ordinary income and expenses	455	837	382	84.0
Ordinary profit:	17,137	2,025	(15,111)	(88.2)
Underwriting profit	3,723	1,869	(1,854)	(49.8)
Extraordinary income	21	2,236	2,215	-
Extraordinary losses	694	7,262	6,567	945.3
Extraordinary income and losses	(673)	(5,025)	(4,352)	-
Income (loss) before income taxes	16,463	(3,000)	(19,463)	(118.2)
Income taxes	5,593	(1,634)	(7,228)	(129.2)
Net income (loss)	10,869	(1,365)	(12,235)	(112.6)
Net loss ratio	63.9 %	63.9 %		
Net expense ratio	35.7	35.7		

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

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	29,039	13.8	(1.5)	29,039	13.7	(0.0)
Marine	1,003	0.5	(35.6)	1,161	0.5	15.7
Personal Accident	12,522	5.9	(2.6)	12,247	5.8	(2.2)
Voluntary Automobile	116,473	55.1	(1.7)	117,296	55.3	0.7
Compulsory Automobile Liability	31,230	14.8	(29.2)	32,346	15.3	3.6
Other	21,009	9.9	(2.6)	19,991	9.4	(4.8)
Total	211,279	100.0	(7.3)	212,083	100.0	0.4
Deposit premiums from policyholders	11,186		(9.6)	13,103		17.1

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	21,294	10.8	(2.3)	22,869	11.3	7.4
Marine	860	0.4	(38.7)	953	0.5	10.9
Personal Accident	11,608	5.9	(3.0)	11,479	5.7	(1.1)
Voluntary Automobile	118,203	60.0	(1.7)	122,968	60.6	4.0
Compulsory Automobile Liability	24,898	12.6	(25.8)	26,048	12.8	4.6
Other	20,322	10.3	0.9	18,574	9.1	(8.6)
Total	197,188	100.0	(5.7)	202,894	100.0	2.9

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Change %	Net loss ratio %	Amount	Change %	Net loss ratio %
Fire and Allied	8,004	5.4	39.7	9,200	15.0	42.3
Marine	571	(21.4)	68.8	628	10.0	71.2
Personal Accident	5,163	3.6	48.0	5,197	0.7	48.4
Voluntary Automobile	66,936	5.9	61.7	71,282	6.5	62.4
Compulsory Automobile Liability	24,430	(1.5)	106.2	24,645	0.9	103.0
Other	11,462	(15.9)	59.7	9,484	(17.3)	54.7
Total	116,568	1.4	63.9	120,439	3.3	63.9

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 June 30, 2010	As of March 31, 2010
(A) Total amount of solvency margin	654,594	723,308
Total net assets	328,754	330,119
Reserve for price fluctuation	324	2,541
Contingency reserve	517	517
Catastrophe reserve	263,584	265,157
General bad debts reserve	383	397
Net unrealized gains/losses on securities (Prior to tax effect deductions)	(5,377)	50,434
Net unrealized gains/losses on land	10,351	10,178
Excess of policyholders' contract deposits	-	-
Subordinated debts, etc.	-	-
Deductions	29,441	27,004
Others	85,498	90,966
(B) Total amount of risks	185,526	191,355
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
General insurance risk (R ₁)	46,634	46,635
Third sector insurance risk (R ₂)	-	-
Assumed interest risk (R ₃)	2,288	2,307
Asset management risk (R ₄)	79,134	86,127
Business administration risk (R ₅)	4,308	4,440
Catastrophe risk (R ₆)	87,385	86,937
(C) Solvency margin ratio	705.6%	755.9%
[(A)/{(B)×1/2}]×100		

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

Summary of Non-consolidated Results of Operations

(Yen in millions)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Change	Change Ratio (%)
Direct premiums written (including Deposit premiums from policyholders):	95,589	94,832	(757)	(0.8)
Direct premiums written	91,870	91,414	(456)	(0.5)
Underwriting income:	84,811	88,092	3,280	3.9
Net premiums written	76,814	75,501	(1,312)	(1.7)
Deposit premiums from policyholders	3,718	3,417	(301)	(8.1)
Underwriting expenses:	72,019	74,549	2,529	3.5
Net claims paid	46,647	47,472	824	1.8
Loss adjustment expenses	4,054	4,209	154	3.8
Commission and collection expenses	13,655	13,505	(150)	(1.1)
Maturity refunds to policyholders	7,623	6,828	(795)	(10.4)
Investment income:	6,649	8,568	1,918	28.9
Interest and dividends received	6,792	6,698	(94)	(1.4)
Gains on sale of securities	1,536	3,676	2,140	139.3
Investment expenses:	1,753	3,040	1,286	73.4
Losses on sale of securities	1,344	1,781	437	32.5
Losses on devaluation of securities	169	227	58	34.4
Losses on derivative transactions	213	607	394	184.5
Operating expenses and general and administrative expenses:	13,495	13,874	378	2.8
Operating expenses and general and administrative expenses for underwriting	12,544	12,892	347	2.8
Other ordinary income and expenses	(276)	182	459	-
Ordinary profit:	3,915	5,379	1,463	37.4
Underwriting profit	485	1,680	1,195	246.3
Extraordinary income	0	5	5	-
Extraordinary losses	450	4,390	3,940	873.7
Extraordinary income and losses	(450)	(4,385)	(3,934)	-
Income before income taxes	3,464	994	(2,470)	(71.3)
Income taxes	613	(169)	(782)	(127.6)
Net income	2,851	1,163	(1,688)	(59.2)
Net loss ratio	66.0 %	68.5 %		
Net expense ratio	34.1	35.0		

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

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	15,150	16.5	9.8	12,875	14.1	(15.0)
Marine	1,426	1.5	(20.7)	1,567	1.7	9.8
Personal Accident	8,074	8.8	(0.7)	7,850	8.6	(2.8)
Voluntary Automobile	41,209	44.9	0.2	42,169	46.1	2.3
Compulsory Automobile Liability	9,115	9.9	(17.1)	8,791	9.6	(3.6)
Other	16,893	18.4	29.6	18,159	19.9	7.5
Total	91,870	100.0	3.4	91,414	100.0	(0.5)
Deposit premiums from policyholders	3,718		(12.0)	3,417		(8.1)

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	9,936	12.9	3.5	8,075	10.7	(18.7)
Marine	998	1.3	(10.9)	1,095	1.4	9.7
Personal Accident	7,655	10.0	(1.2)	7,491	9.9	(2.1)
Voluntary Automobile	41,082	53.5	0.1	41,951	55.6	2.1
Compulsory Automobile Liability	6,865	8.9	(23.3)	7,073	9.4	3.0
Other	10,276	13.4	5.5	9,814	13.0	(4.5)
Total	76,814	100.0	(1.8)	75,501	100.0	(1.7)

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Change %	Net loss ratio %	Amount	Change %	Net loss ratio %
Fire and Allied	4,030	5.1	42.3	4,209	4.4	54.3
Marine	923	21.7	96.3	726	(21.4)	69.6
Personal Accident	4,069	9.6	57.8	3,943	(3.1)	57.2
Voluntary Automobile	25,079	0.0	67.4	26,942	7.4	70.6
Compulsory Automobile Liability	6,721	(2.4)	107.0	6,728	0.1	105.1
Other	5,823	8.7	59.0	4,921	(15.5)	52.8
Total	46,647	2.3	66.0	47,472	1.8	68.5

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 June 30, 2010	As of March 31, 2010
(A) Total amount of solvency margin	374,984	413,014
Total net assets	154,620	153,456
Reserve for price fluctuation	1,409	1,246
Contingency reserve	184	185
Catastrophe reserve	132,098	135,158
General bad debts reserve	77	84
Net unrealized gains/losses on securities (Prior to tax effect deductions)	33,242	67,559
Net unrealized gains/losses on land	18,401	18,243
Excess of policyholders' contract deposits	-	-
Subordinated debts, etc.	-	-
Deductions	-	-
Others	34,949	37,080
(B) Total amount of risks	89,436	91,622
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
General insurance risk (R ₁)	19,977	19,973
Third sector insurance risk (R ₂)	0	0
Assumed interest risk (R ₃)	1,038	1,038
Asset management risk (R ₄)	33,598	36,722
Business administration risk (R ₅)	2,040	2,090
Catastrophe risk (R ₆)	47,409	46,813
(C) Solvency margin ratio	838.5%	901.5%
[(A)/{(B)×1/2}]×100		

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

Summary of Non-consolidated Results of Operations

(Yen in millions)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Change	Change Ratio (%)
Direct premiums written (including Deposit premiums from policyholders):	8,029	8,155	126	1.6
Direct premiums written	8,029	8,155	126	1.6
Underwriting income:	8,031	8,998	966	12.0
Net premiums written	8,028	8,176	147	1.8
Underwriting expenses:	5,808	6,275	467	8.0
Net claims paid	4,732	5,689	957	20.2
Loss adjustment expenses	497	520	23	4.6
Commission and collection expenses	71	64	(6)	(9.0)
Investment income:	47	53	6	14.3
Interest and dividends received	49	56	7	14.8
Gains on sale of securities	0	-	(0)	(100.0)
Investment expenses	-	-	-	-
Operating expenses and general and administrative expenses:	2,028	1,827	(201)	(9.9)
Operating expenses and general and administrative expenses for underwriting	2,028	1,827	(201)	(9.9)
Other ordinary income and expenses	0	0	(0)	(9.9)
Ordinary profit:	242	949	707	292.0
Underwriting profit	194	895	700	359.8
Extraordinary income	0	0	0	50.1
Extraordinary losses	0	3	2	305.6
Extraordinary income and losses	(0)	(3)	(2)	-
Income before income taxes	241	946	704	291.5
Income taxes - current	3	3	(0)	(0.3)
Total income taxes	3	3	(0)	(0.3)
Net income	238	943	704	295.7
Net loss ratio	65.1 %	76.0 %		
Net expense ratio	26.2	23.1		

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

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Personal Accident	30	0.4	73.9	35	0.4	16.4
Voluntary Automobile	7,999	99.6	13.7	8,120	99.6	1.5
Compulsory Automobile Liability	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	8,029	100.0	13.8	8,155	100.0	1.6
Deposit premiums from policyholders	-	-	-	-	-	-

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Share %	Change %	Amount	Share %	Change %
Fire and Allied	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Personal Accident	30	0.4	73.9	35	0.4	16.4
Voluntary Automobile	7,952	99.1	13.7	8,072	98.7	1.5
Compulsory Automobile Liability	45	0.5	(7.9)	69	0.9	52.3
Other	-	-	-	-	-	-
Total	8,028	100.0	13.7	8,176	100.0	1.8

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	(Reference) Three months ended June 30, 2009			Three months ended June 30, 2010		
	Amount	Change %	Net loss ratio %	Amount	Change %	Net loss ratio %
Fire and Allied	-	-	-	-	-	-
Marine	-	-	-	-	-	-
Personal Accident	10	48.6	48.3	12	19.9	44.2
Voluntary Automobile	4,670	20.2	64.9	5,610	20.1	75.9
Compulsory Automobile Liability	51	21.8	112.5	66	30.7	96.5
Other	-	-	-	-	-	-
Total	4,732	20.3	65.1	5,689	20.2	76.0

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 June 30, 2010	As of March 31, 2010
(A) Total amount of solvency margin	11,081	10,738
Total net assets	10,453	9,510
Reserve for price fluctuation	14	13
Contingency reserve	0	0
Catastrophe reserve	268	1,033
General bad debts reserve	0	0
Net unrealized gains/losses on securities (Prior to tax effect deductions)	344	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)	223	219
Business administration risk (R ₅)	99	99
Catastrophe risk (R ₆)	300	300
(C) Solvency margin ratio	691.1%	669.8%
$[(A)/\{(B) \times 1/2\}] \times 100$		

(Note) Solvency margin ratio as of June 30, 2010 is calculated partially using simplified methods as for Assumed interest risk(R₃) etc.

Results for the Three Months Ended June 30, 2010**Amount of In-Force and New Policies**

(1) Amount of In-Force Policies

	As of June 30, 2010		As of March 31, 2010	
	No. of policies (thousand)	Amount (¥ million)	No. of policies (thousand)	Amount (¥ million)
Individual Insurance	1,163	9,240,748	1,131	9,129,287
Individual Annuities	68	316,966	67	315,415
Group Insurance	-	2,697,046	-	2,699,819
Group Annuities	-	-	-	-

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

(2) Amount of New Policies

	Three months ended June 30, 2009				Three months ended June 30, 2010			
	No. of policies (thousand)	Amount (¥ million)	New policies (¥ million)	Net increase by conversion (¥ million)	No. of policies (thousand)	Amount (¥ million)	New policies (¥ million)	Net increase by conversion (¥ million)
Individual Insurance	46	361,410	361,410	-	54	366,765	366,765	-
Individual Annuities	1	7,970	7,970	-	1	9,560	9,560	-
Group Insurance	-	12,712	12,712	-	-	10,416	10,416	-
Group Annuities	-	-	-	-	-	-	-	-

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

Annualized Premiums

(1) Amount of In-Force Policies

(Unit: ¥ million)

	As of June 30, 2010	As of March 31, 2010
Individual Insurance	175,192	174,715
Individual Annuities	18,798	18,800
Total	193,990	193,515
(Medical coverage, living benefits, etc.)	(35,137)	(33,793)

(2) Amount of New Policies

(Unit: ¥ million)

	Three months ended June 30, 2009	Three months ended June 30, 2010
Individual Insurance	5,863	6,089
Individual Annuities	488	529
Total	6,351	6,618
(Medical coverage, living benefits, etc.)	(1,608)	(2,045)

- 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)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Change
Insurance premiums and other	52,722	54,606	1,884
Investment income	5,242	5,210	(32)
Insurance claims and other	32,915	30,569	(2,345)
Investment expenses	4	165	161

Total Assets

(Yen in millions)

	As of June 30, 2010	As of March 31, 2010
Total assets	1,174,771	1,148,341

Solvency Margin Ratio

(Yen in millions)

	As of June 30, 2010	As of March 31, 2010
(A) Total amount of solvency margin	135,337	124,409
Total capital	49,095	49,086
Reserve for price fluctuation	1,661	1,600
Contingency reserve	10,061	9,870
General bad debts reserve	13	14
Net unrealized gains/losses on securities×90%	21,780	12,195
Net unrealized gains/losses on land×85%	-	-
Excess of continued Zillmerized reserve	51,306	50,246
Brought in capital	-	-
Subordinated debt, etc.	-	-
Deductions	-	-
Others	1,418	1,396
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	11,951	11,682
Insurance risk (R ₁)	6,661	6,604
Third sector insurance risk (R ₈)	1,924	1,814
Assumed interest risk (R ₂)	671	666
Asset management risk (R ₃)	7,162	6,962
Business administration risk (R ₄)	328	320
Minimum guarantee risk (R ₇)	-	-
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	2,264.8%	2,129.7%

Results for the Three Months Ended June 30, 2010**Amount of In-Force and New Policies**

(1) Amount of In-Force Policies

	As of June 30, 2010		As of March 31, 2010	
	No. of policies (thousand)	Amount (¥ million)	No. of policies (thousand)	Amount (¥ million)
Individual Insurance	511	5,670,560	498	5,577,308
Individual Annuities	77	270,602	75	265,997
Group Insurance	-	2,349,613	-	2,322,437
Group Annuities	-	471	-	477

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

(2) Amount of New Policies

	Three months ended June 30, 2009				Three months ended June 30, 2010			
	No. of policies (thousand)	Amount (¥ million)	New policies (¥ million)	Net increase by conversion (¥ million)	No. of policies (thousand)	Amount (¥ million)	New policies (¥ million)	Net increase by conversion (¥ million)
Individual Insurance	18	247,633	247,633	-	20	221,987	221,987	-
Individual Annuities	2	6,843	6,843	-	2	9,055	9,055	-
Group Insurance	-	5,650	5,650	-	-	1,636	1,636	-
Group Annuities	-	-	-	-	-	-	-	-

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

Annualized Premiums

(1) Amount of In-Force Policies

(Unit: ¥ million)

	As of June 30, 2010	As of March 31, 2010
Individual Insurance	58,926	58,519
Individual Annuities	15,288	15,029
Total	74,215	73,548
(Medical coverage, living benefits, etc.)	(7,314)	(7,336)

(2) Amount of New Policies

(Unit: ¥ million)

	Three months ended June 30, 2009	Three months ended June 30, 2010
Individual Insurance	1,875	1,768
Individual Annuities	448	522
Total	2,324	2,291
(Medical coverage, living benefits, etc.)	(168)	(117)

- 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.)

(Aioi Life Insurance Co., Ltd.)

Selected Results of Operations

(Yen in millions)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Change
Insurance premiums and other	23,947	26,027	2,079
Investment income	1,993	2,312	318
Insurance claims and other	9,898	10,029	131
Investment expenses	54	184	129

Total Assets

(Yen in millions)

	As of June 30, 2010	As of March 31, 2010
Total assets	482,073	467,966

Solvency Margin Ratio

(Yen in millions)

	As of June 30, 2010	As of March 31, 2010
(A) Total amount of solvency margin	79,928	74,227
Total capital	32,611	32,617
Reserve for price fluctuation	582	558
Contingency reserve	7,275	7,142
General bad debts reserve	0	-
Net unrealized gains/losses on securities×90%	6,537	1,759
Net unrealized gains/losses on land×85%	-	-
Excess of continued Zillmerized reserve	30,461	29,722
Brought in capital	-	-
Subordinated debt, etc.	-	-
Deductions	-	-
Others	2,459	2,427
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	7,564	7,443
Insurance risk (R ₁)	4,662	4,594
Third sector insurance risk (R ₈)	1,112	1,092
Assumed interest risk (R ₂)	232	230
Asset management risk (R ₃)	4,326	4,250
Business administration risk (R ₄)	206	203
Minimum guarantee risk (R ₇)	-	-
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	2,113.1%	1,994.3%

Results for the Three Months Ended June 30, 2010**Amount of In-Force and New Policies**

(1) Amount of In-Force Policies

	As of June 30, 2010		As of March 31, 2010	
	No. of policies (thousand)	Amount (¥ million)	No. of policies (thousand)	Amount (¥ million)
Individual Insurance	9	112,397	9	114,009
Individual Annuities	394	2,773,826	387	3,023,577
Group Insurance	-	-	-	-
Group Annuities	-	-	-	-

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

(2) Amount of New Policies

	Three months ended June 30, 2009				Three months ended June 30, 2010			
	No. of policies (thousand)	Amount (¥ million)	New policies (¥ million)	Net increase by conversion (¥ million)	No. of policies (thousand)	Amount (¥ million)	New policies (¥ million)	Net increase by conversion (¥ million)
Individual Insurance	0	525	525	-	0	242	242	-
Individual Annuities	19	125,310	125,310	-	10	56,999	56,999	-
Group Insurance	-	-	-	-	-	-	-	-
Group Annuities	-	-	-	-	-	-	-	-

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

Annualized Premiums

(1) Amount of In-Force Policies

(Unit: ¥ million)

	As of June 30, 2010	As of March 31, 2010
Individual Insurance	9,448	9,578
Individual Annuities	474,817	522,135
Total	484,266	531,714
(Medical coverage, living benefits, etc.)	(88)	(103)

(2) Amount of New Policies

(Unit: ¥ million)

	Three months ended June 30, 2009	Three months ended June 30, 2010
Individual Insurance	44	24
Individual Annuities	70,034	26,207
Total	70,079	26,231
(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)

	Three months ended June 30, 2009	Three months ended June 30, 2010	Change
Insurance premiums and other	137,588	57,482	(80,105)
Investment income	232,752	3	(232,748)
Insurance claims and other	29,134	51,676	22,541
Investment expenses	113	242,005	241,891

Total Assets

(Yen in millions)

	As of June 30, 2010	As of March 31, 2010
Total assets	2,874,587	3,116,508
Separate account balance	2,349,285	2,586,618

Solvency Margin Ratio

(Yen in millions)

	As of June 30, 2010	As of March 31, 2010
(A) Total amount of solvency margin	164,715	174,313
Total capital	38,683	35,408
Reserve for price fluctuation	801	682
Contingency reserve	14,490	13,930
General bad debts reserve	-	-
Net unrealized gains/losses on securities×90%	211	(23)
Net unrealized gains/losses on land×85%	-	-
Excess of continued Zillmerized reserve	110,528	123,314
Subordinated debt, etc.	-	1,000
Deductions	-	-
Others	-	-
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	33,912	32,949
Insurance risk (R ₁)	36	17
Third sector insurance risk (R ₈)	19	20
Assumed interest risk (R ₂)	2,622	2,747
Asset management risk (R ₃)	10,524	9,386
Business administration risk (R ₄)	989	960
Minimum guarantee risk (R ₇)	19,776	19,854
(C) Solvency margin ratio [(A)/{(B)×1/2}]×100	971.4%	1,058.0%

Non-consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income:	437,277	435,743
Underwriting income:	390,309	407,534
Net premiums written	303,986	312,834
Deposit premiums from policyholders	34,585	43,515
Investment income on deposit premiums from policyholders	13,948	12,979
Reversal of outstanding claims	-	9,284
Reversal of underwriting reserves	37,647	28,889
Investment income:	45,997	27,390
Interest and dividends received	40,155	33,669
Investment gains on money trusts	390	16
Gains on sale of securities	1,993	4,129
Gains on derivative transactions	15,833	1,928
Transfer of investment income on deposit premiums from policyholders	(13,948)	(12,979)
Other ordinary income	969	818
Ordinary expenses:	396,042	408,833
Underwriting expenses:	325,346	344,073
Net claims paid	188,520	194,045
Loss adjustment expenses	17,958	17,982
Commission and collection expenses	53,160	55,569
Maturity refunds to policyholders	64,175	75,319
Provision for outstanding claims	1,221	-
Investment expenses:	13,644	10,792
Investment losses on money trusts	88	227
Losses on sale of securities	2,425	206
Losses on devaluation of securities	9,196	6,728
Operating expenses and general and administrative expenses	53,580	53,474
Other ordinary expenses:	3,470	492
Interest paid	621	414
Ordinary profit	41,234	26,909
Extraordinary income:	2,389	2,356
Extraordinary losses:	484	3,440
Income before income taxes	43,139	25,826
Income taxes	27,648	6,585
Refund of income taxes for prior periods	(13,947)	-
Net income	29,439	19,240

Non-consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income:	239,799	240,970
Underwriting income:	221,968	228,971
Net premiums written	197,188	202,894
Deposit premiums from policyholders	11,186	13,103
Investment income on deposit premiums from policyholders	4,942	4,335
Reversal of outstanding claims	407	1,918
Reversal of underwriting reserves	8,166	5,689
Investment income:	17,227	11,095
Interest and dividends received	13,403	11,704
Investment gains on money trusts	660	0
Gains on sale of securities	1,790	1,920
Gains on derivative transactions	5,616	1,642
Transfer of investment income on deposit premiums from policyholders	(4,942)	(4,335)
Other ordinary income	603	903
Ordinary expenses:	222,662	238,945
Underwriting expenses:	183,409	193,756
Net claims paid	116,568	120,439
Loss adjustment expenses	9,511	9,243
Commission and collection expenses	36,038	38,158
Maturity refunds to policyholders	20,631	22,996
Investment expenses:	2,425	8,701
Investment losses on money trusts	1	1
Losses on sale of securities	829	9
Losses on devaluation of securities	1,296	7,692
Operating expenses and general and administrative expenses	36,678	36,421
Other ordinary expenses:	148	66
Interest paid	0	0
Ordinary profit	17,137	2,025
Extraordinary income:	21	2,236
Extraordinary losses:	694	7,262
Income (loss) before income taxes	16,463	(3,000)
Income taxes - current	85	-
Income taxes - deferred	5,508	-
Total income taxes / Income taxes	5,593	(1,634)
Net income (loss)	10,869	(1,365)

Non-consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income:	91,683	96,927
Underwriting income:	84,811	88,092
Net premiums written	76,814	75,501
Deposit premiums from policyholders	3,718	3,417
Investment income on deposit premiums from policyholders	2,047	1,828
Reversal of outstanding claims	1,081	-
Reversal of underwriting reserves	1,046	7,340
Investment income:	6,649	8,568
Interest and dividends received	6,792	6,698
Gains on sale of securities	1,536	3,676
Transfer of investment income on deposit premiums from policyholders	(2,047)	(1,828)
Other ordinary income	222	266
Ordinary expenses:	87,767	91,547
Underwriting expenses:	72,019	74,549
Net claims paid	46,647	47,472
Loss adjustment expenses	4,054	4,209
Commission and collection expenses	13,655	13,505
Maturity refunds to policyholders	7,623	6,828
Provision for outstanding claims	-	2,152
Investment expenses:	1,753	3,040
Losses on sale of securities	1,344	1,781
Losses on devaluation of securities	169	227
Losses on derivative transactions	213	607
Operating expenses and general and administrative expenses	13,495	13,874
Other ordinary expenses:	499	84
Interest paid	0	-
Ordinary profit	3,915	5,379
Extraordinary income:	0	5
Extraordinary losses:	450	4,390
Income before income taxes	3,464	994
Income taxes - current	1,227	-
Income taxes - deferred	(614)	-
Total income taxes / Income taxes	613	(169)
Net income	2,851	1,163

Non-consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income:	8,079	9,052
Underwriting income:	8,031	8,998
Net premiums written	8,028	8,176
Investment income on deposit premiums from policyholders	3	3
Reversal of outstanding claims	-	16
Reversal of underwriting reserves	-	802
Investment income:	47	53
Interest and dividends received	49	56
Gains on sale of securities	0	-
Transfer of investment income on deposit premiums from policyholders	(3)	(3)
Other ordinary income	0	0
Ordinary expenses:	7,837	8,102
Underwriting expenses:	5,808	6,275
Net claims paid	4,732	5,689
Loss adjustment expenses	497	520
Commission and collection expenses	71	64
Provision for outstanding claims	504	-
Provision for underwriting reserves	2	-
Investment expenses:	-	-
Operating expenses and general and administrative expenses	2,028	1,827
Other ordinary expenses:	0	0
Ordinary profit	242	949
Extraordinary income:	0	0
Extraordinary losses:	0	3
Income before income taxes	241	946
Income taxes - current	3	3
Total income taxes	3	3
Net income	238	943

Non-consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income:	58,491	60,427
Insurance premiums and other:	52,722	54,606
Insurance premiums	52,713	54,589
Investment income:	5,242	5,210
Interest and dividends received	4,866	5,158
Gains on sale of securities	376	51
Other ordinary income	526	610
Reversal of outstanding claims	295	543
Ordinary expenses:	57,382	58,994
Insurance claims and other:	32,915	30,569
Insurance claims	6,811	7,212
Annuity payments	661	856
Benefits	1,326	1,543
Surrender benefits	23,830	20,482
Other refunds	173	368
Provision for underwriting reserves and other:	14,767	17,379
Provision for underwriting reserves	14,767	17,379
Provision of interest portion of reserves for dividends to policyholders	0	0
Investment expenses:	4	165
Interest paid	2	6
Losses on devaluation of securities	-	128
Operating expenses:	9,025	10,032
Other ordinary expenses:	668	846
Ordinary profit	1,108	1,432
Extraordinary income:	-	1
Extraordinary losses:	60	450
Provision for reserve for dividends to policyholders	884	821
Income before income taxes	162	162
Income taxes - current	(155)	-
Income taxes - deferred	263	-
Total income taxes / Income taxes	107	153
Net income	55	9

Non-consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income:	26,056	28,374
Insurance premiums and other:	23,947	26,027
Insurance premiums	23,171	25,618
Investment income:	1,993	2,312
Interest and dividends received	1,993	2,279
Gains on sale of securities	-	33
Other ordinary income	115	34
Reversal of outstanding claims	68	-
Ordinary expenses:	24,399	27,468
Insurance claims and other:	9,898	10,029
Insurance claims	2,739	2,997
Annuity payments	144	209
Benefits	1,024	908
Surrender benefits	5,519	5,503
Other refunds	69	69
Provision for underwriting reserves and other:	9,598	12,157
Provision for outstanding claims	-	380
Provision for underwriting reserves	9,597	11,777
Provision of interest portion of reserves for dividends to policyholders	0	0
Investment expenses:	54	184
Interest paid	0	0
Operating expenses:	4,544	4,772
Other ordinary expenses:	302	324
Ordinary profit	1,657	905
Extraordinary income:	0	-
Extraordinary losses:	21	134
Provision for reserve for dividends to policyholders	676	710
Income before income taxes	960	61
Income taxes - current	7	-
Income taxes - deferred	357	-
Total income taxes / Income taxes	364	16
Net income	596	45

Non-consolidated Statements of Income

(Yen in millions)

Items	Three months ended June 30, 2009	Three months ended June 30, 2010
	Amount	Amount
Ordinary income:	371,432	304,307
Insurance premiums and other:	137,588	57,482
Insurance premiums	135,902	55,978
Investment income:	232,752	3
Interest and dividends received	6	3
Investment gains on money trusts	23,390	-
Gains on separate accounts	208,878	-
Other ordinary income	1,091	246,821
Reversal of underwriting reserves	-	245,668
Ordinary expenses:	360,706	298,980
Insurance claims and other:	29,134	51,676
Insurance claims	8,597	9,487
Annuity payments	6,420	8,903
Benefits	1,756	7,836
Surrender benefits	7,108	18,864
Other refunds	495	664
Provision for underwriting reserves and other:	318,504	-
Provision for outstanding claims	89	-
Provision for underwriting reserves	318,415	-
Investment expenses:	113	242,005
Interest paid	16	11
Investment losses on money trusts	-	31,989
Losses on separate accounts	-	209,653
Operating expenses:	10,305	5,031
Other ordinary expenses:	2,648	267
Amortization of deferred assets under Article 113 of Insurance Business Law	2,123	-
Ordinary profit	10,725	5,327
Extraordinary income:	-	-
Extraordinary losses:	108	184
Income before income taxes	10,616	5,142
Income taxes - current	2	2
Income taxes - deferred	3,849	1,864
Total income taxes	3,851	1,867
Net income	6,765	3,275