

## 1 - Details of Premium reserve

(Unit: Billion yen)

		Mar. 2008				
		Total premium reserve	Underwriting reserve	Reserve for "GRR, Maturity refunds and dividends to policyholders"	Catastrophe loss reserve	Reserve against interest rate risks and for third-sector products
Fire	Amount	1,052	549	318	185	0
	(Change)	(15)	(25)	(-25)	(15)	(0)
Marine	Amount	90	32	-	57	-
	(Change)	(7)	(5)	(-)	(2)	(-)
Personal Accident	Amount	1,886	92	1,708	84	0
	(Change)	(-41)	(6)	(-48)	(0)	(0)
Auto	Amount	232	170	15	46	0
	(Change)	(0)	(-3)	(4)	(0)	(0)
CALI	Amount	359	359	-	-	-
	(Change)	(22)	(22)	(-)	(-)	(-)
Others	Amount	444	234	91	117	0
	(Change)	(0)	(-3)	(-3)	(7)	(0)
Total	Amount	4,066	1,439	2,133	492	0
	(Change)	(4)	(51)	(-72)	(25)	(0)
	For deposit-type insurance *2		-	2,116	-	-

\*1 "Premium reserve" regarding earthquake and CALI are included Underwriting reserve for fire and CALI respectively.

\*2 "For deposit-type insurance" is the total balance of reserve for "GRR, Maturity refunds and dividends to policyholders" of saving type's policies

\*3 "Change " in Underwriting Reserve and Premium Reserve does not accord with the balance of respective reserves, as a certain balance of Premium Reserve has been transferred to ex-Shanghai Branch on its incorporation.

## 1 - Change in Catastrophe loss reserve ( Provision/Reversal)

(Unit: Billion yen)

	Mar. 2007				Mar. 2008			
	Reversal	Provision	Balance	Ratio *1	Reversal	Provision	Balance	Ratio *1
Fire	-	15	169	96.5	-	15	185	107.2
Marine	-	2	54	78.1	-	2	57	79.3
Personal Acc.	-	4	84	63.2	4	3	84	64.6
Auto	52	47	47	8.5	47	46	46	8.5
Others	2	9	110	59.2	1	9	117	63.8
Total	54	80	466	41.4	53	79	492	44.3

\*1 Ratio = Balance of catastrophe loss reserve / net premiums written \*2

\*2 This premium excludes that of earthquake, CALI and Modo-rich fund.

## 2-① Details of Loss Reserve

(Unit: Billion yen)

	Mar. 2007			Mar. 2008		
	Balance	Change	IBNR	Balance	Change*	
					IBNR	IBNR
Fire	53	3	3	48	-4	-5
Marine	33	7	2	29	-3	-2
Personal Acc.	43	6	4	47	3	2
Auto	264	24	4	274	9	7
CALI	49	0	—	49	0	—
Others	153	15	12	141	-11	-16
Total	599	57	27	590	-7	-15

\* "Change " does not accord with the change of Loss Reserve balances, as a certain balance of Loss Reserve has been transferred to ex-Shanghai Branch on its incorporation.

## 2-② Incurred Loss Amount and Earned-Incurred Loss Ratio

(Unit: Billion yen)

F Y Class	Mar. 2007		Mar. 2008			
	Incurred Loss Amount	Earned-Incurred Loss Ratio*	Incurred Loss Amount	Change	Earned-Incurred Loss Ratio*	Change
Fire	91	60.5 %	78	-13	51.8 %	-8.7 %
Marine	40	59.1	32	-7	45.4	-13.7
Personal Acc.	73	57.7	79	5	64.0	6.3
Auto	415	73.5	403	-12	72.7	-0.8
Others	125	65.3	102	-23	53.6	-11.7
Total	747	67.6	696	-50	63.7	-3.9

\* Excluding Earthquake, CALI and Modo-rich fund.

Incurred loss = (net paid loss + loss adjustment expense + provision of outstanding loss reserve)

Earned-Incurred Loss Ratio = Incurred Loss/ Earned premium

## 3-① Interest and dividend income and yield

(Unit: Billion yen)

Type of asset	Mar. 2007		Mar. 2008	
	Interest and dividend income	Income yield (%)	Interest and dividend income	Income yield (%)
Deposits, Short-term assets	5	2.02	6	2.70
Money trusts	1	2.01	1	2.23
Securities	124	3.20	125	3.19
Bonds	28	1.63	29	1.72
Stocks	36	3.97	44	4.73
Foreign securities	47	4.38	46	3.98
Other securities	11	10.59	5	5.04
Loans	13	1.77	14	1.93
Land and Buildings	7	3.28	6	3.13
Total Investment Assets	151	2.92	155	2.97

\* "Interest and dividend income" includes those income equivalent to gain/loss on money trust

## 3-② Gain/Loss on sale of securities

Mar. 2008

(Unit: Billion yen)

	Gain	Loss	Total
Bonds	3	0	2
Equities	24	0	24
Foreign securities	7	0	6
Other securities	-	-	-
Total	35	1	33

Gain/loss on Money trusts

(Unit: Billion yen)

	Gain	Loss	Total
Money trusts	0	0	0

## 4-① Devaluation of securities

Mar. 2008

(Unit: Billion yen,)

Securities	Total	Securities that have fair value (Rate of fair value below cost)	Securities that have no fair value
Bonds	-	-	-
Equities	10	8	1
Foreign securities	2	2	0
Other securities	1	1	0
Total	14	12	1

\* Accounting policy for impairment of equities  
 ・ More than 30% : basically impaired

## 4-② Self Assessment of Assets

Mar. 2008

(Unit: Billion yen,)

	Non-categorized (Normal)	Categorized asset				Total (Balance before write off)
		Category II (Close watch)	Category III (High risk)	Category IV (Bankrupt)	Categorized asset total	
Loans	768	8	0	0	8	777
Securities	5,166	108	-	14	123	5,290
Other assets	907	8	0	2	12	920
Total* <sup>1</sup>	6,843	125	0	17	143	6,987

\*1 Include the balance written off the assets\*<sup>2</sup>. 3 billion yen.

\*2 Include devaluation of securities, impairment of fixed assets.

## 5-① Investment assets

(Unit: Billion yen)

	Mar. 2007		Mar. 2008	
	Balance	Percentage	Balance	Percentage
Deposits, others	347	4.7%	339	5.1%
Securities	6,098	82.4%	5,275	79.7%
Bonds	1,780	24.1%	1,721	26.0%
Stocks	3,010	40.7%	2,244	33.9%
Foreign securities	1,194	16.1%	1,213	18.3%
Other securities	113	1.5%	95	1.5%
Loans	746	10.1%	777	11.7%
Land and Buildings	210	2.8%	232	3.5%
Total Investment assets	7,401	100.0%	6,624	100.0%

## 5-② Domestic bonds

(Unit: Billion yen)

	Mar. 2007		Mar. 2008	
	Balance	Percentage	Balance	Percentage
Government bonds	276	15.5%	305	17.8%
Municipal bonds	142	8.0%	150	8.7%
Corporate bonds	1,361	76.5%	1,265	73.5%
Public sector	461	26.0%	404	23.5%
Financial Institutions	0	0.0%	0	0.0%
Corporations	899	50.5%	860	50.0%
Total Domestic bonds	1,780	100.0%	1,721	100.0%

## 5-③ Stock holdings by Industry

(Unit: Billion yen)

	Mar. 2007		Mar. 2008	
	Market value	Percentage	Market value	Percentage
Transportation Equipments	847	28.2%	574	25.6%
Wholesale, Retail Trade	316	10.5%	237	10.6%
Banks, Insurance, Other Fin. Business	328	10.9%	284	12.7%
Chemicals, Pharmaceutical	289	9.6%	205	9.2%
Electric Appliances	292	9.7%	227	10.1%
Marine Transportation	94	3.1%	87	3.9%
Other Manufacturing	97	3.2%	94	4.2%
Land, Air Transportation	118	4.0%	99	4.4%
Machinery	83	2.8%	77	3.4%
Iron and Steel	75	2.5%	51	2.3%
Others	467	15.5%	305	13.6%
Total	3,010	100.0%	2,244	100.0%

Mitsui Sumitomo Insurance (Non-consolidated)
--

## 6 Buy-back of Own Shares

Mitsui Sumitomo Insurance Co., Ltd. has cancelled all of its treasury shares on March 31, 2008. Buy-back of own shares until the cancellation (March 31, 2008) is as follows:

	Period	Number of shares (thousand shares)	Amount bought (million yen)
Mitsui Marine	Aug-Sep 99	8,000 (1.02% of shares in issue: 787,216)	4,774
	Aug 00	22,000 (2.82% of shares in issue: 779,216)	12,247
Sumitomo Marine	Aug 00	11,999 (1.78% of shares in issue: 674,999)	7,859
Mitsui Sumitomo Insurance	Mar 02	18,895 (1.28% of shares in issue: 1,479,886)	10,962
Mitsui Sumitomo Insurance	Dec 02	7,000 (0.47% of shares in issue: 1,479,894)	3,607
Mitsui Sumitomo Insurance	Oct-Dec 03	29,381 (1.99% of shares in issue: 1,479,907)	25,999
Mitsui Sumitomo Insurance	Jul-Oct 04	23,073 (1.52% of shares in issue: 1,513,184)	21,485
Mitsui Sumitomo Insurance	Aug-Sep 05	10,000 (0.66% of shares in issue: 1,513,184)	11,992
Mitsui Sumitomo Insurance	Feb-Mar 07	7,846 (0.51% of shares in issue: 1,513,184)	11,499
Mitsui Sumitomo Insurance	Feb-Mar 08	6,402 (0.42% of shares in issue: 1,513,184)	6,998

\*The simple sum of buy-backs until the cancellation (March 31, 2008) is approximately 144 million shares, 117.4 billion yen.

Mitsui Sumitomo Insurance (Non-consolidated)
--

\* All amounts and rates on this page are shown by the base of excluding Good Result Return premiums of the Company's unique Automobile Insurance product "Modo-rich".

7—① Forecast for FY 2008

(Unit: Billion yen)

	FY 2007	FY 2008 forecast
Direct premiums written*	1,347	1,330
Change	-1.5%	-1.3%
Net premiums written	1,306	1,270
Change	-1.3%	-2.8%
Loss ratio	65.1%	67.6%
Expense ratio	31.8%	33.6%
Combined ratio	96.9%	101.2%
Underwriting profit	-19	-37
Net interest and dividend income	95	82
Ordinary profit	55	72
Net income	38	50

(FYI: Excluding CALI)

	FY 2007	FY 2008 forecast
Change in Net premiums written	-1.5%	0.3%
Loss ratio	63.1%	63.1%
Expense ratio	34.3%	35.1%
Combined ratio	97.4%	98.2%

7—② Forecast for FY 2008 by lines

(Unit: Billion yen)

	Net premiums written		Loss ratio	
		Change		Difference
Fire	181	3.0%	49.4%	2.3%
Marine	69	-4.8%	49.3%	-1.3%
Personal Accident	127	-2.5%	59.3%	1.2%
Voluntary Automobile	551	0.1%	71.8%	0.4%
Compulsory Automobile Liability	150	-21.2%	100.8%	23.6%
Other	189	2.5%	58.6%	-3.4%
Total	1,270	-2.8%	67.6%	2.5%