[Translation]

SUMMARY OF FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2005 (Non-consolidated)



November 22, 2005

Name of Listed Compa	any: Mitsui Sumitomo Insurance Company, Limited (the "Company")
Securities Code No.:	8752 (URL http://www.ms-ins.com)
Stock Exchanges:	Tokyo ,Osaka ,Nagoya
Headquarters:	Токуо
Representative:	Hiroyuki Uemura, President & Chief Executive Officer
, , , , ,	reto (Name and position of the person in charge): nager of Financial Accounting Group, Accounting Department r: (03)-3297-6648
to approve Inter Interim Dividends : ۲۹	n of the Board of Directors rim Settlement of Accounts: November 22, 2005 s or No s or No (Unit of shares for one vote : 1,000 shares)
1. Business results for	or the six months ended September 30, 2005

(from April 1, 2005 to September 30, 2005)

#### (1) Results of Operations\*

\*The amounts which respectively represent less than the relevant unit are discarded, and the ratios are rounded to the nearest one-tenth, with five one-hundredths or more considered to be a full tenth. The same applies hereunder.

(Yen in millions)

							1	
	Net premiums written		Ordina	Ordinary profit Net in			Net income per share	
For the six months ended September 30, 2005	*( 674,281) 671,625	*(2.5%) 1.8%	71,131	573.9%	34,960	29.8%	Yen 24.44	
For the six months	*( 658,111)	*(1.0%)						
ended September 30, 2004	659,922	1.8%	10,554	-91.8%	26,925	-66.0%	Yen 18.53	
For the year ended	*(1,310,237)	*(1.3%)	79,386	-52.3%	60,765	-16.7%	Yen 42.08	
March 31, 2005	1,314,332	1.9%	10,000	02.070	00,700	10.170		

(Notes) 1. The average number of shares in issue during the business term:

For the six months ended September 30, 2005: For the six months ended September 30, 2004: For the year ended March 31, 2005: 1,430,069,295 shares 1,452,795,218 shares 1,442,627,030 shares

- 2. Change of accounting method: Yes or(No)
- 3. Percent figures of "Net premiums written", "Ordinary profit" and "Net income" represent increase or decrease in comparison with the corresponding period of last year.

\* For the purpose of easy comparison with other non-life insurance companies, "Net premiums written" in parentheses exclude Good Result Return premiums ("GRR premiums") of the Company's unique Automobile Insurance product "ModoRich", which contains a special clause of premium adjustment and refund at maturity. Since GRR premiums are included in the provision for Underwriting Reserve, the amounts of "Ordinary profit" and "Net income" remain unchanged.

(2) Dividends

(Yen)

	Interim dividend per share	Annual aggregate dividend per share
For the six months ended September 30, 2005	4.00	-
For the six months ended September 30, 2004	-	-
For the year ended March 31, 2005	-	9.50

# (3) Financial Conditions

(Yen in millions)

	Total assets		Ratio of shareholders' equity to total assets	Shareholders' equity per share
As of September 30, 2005	6,994,391	equity 1,684,402	24.1%	Yen 1,185.41
As of September 30, 2004	6,425,839	1,377,751	21.4%	Yen 956.38
As of March 31, 2005	6,580,694	1,452,642	22.1%	Yen 1,014.89

(Notes) 1. The number of shares issued :

As of September 30, 2005: As of September 30, 2004: As of March 31, 2005: 2. The number of treasury stock : As of September 30, 2005:

As of September 30, 2004:

1,420,944,525 shares 1,440,588,060 shares 1,431,265,107 shares 92,240,355 shares 72,596,820 shares 81,919,773 shares

2. Forecast of the current period (from April 1, 2005 to March 31, 2006)

As of March 31, 2005:

(Yen in millions)

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	Net premiums	Ordinary profit	Net income	Annual aggregate dividend per share	
	written			Year-end	
For the year ending	*(1,336,000)				
March 31, 2006	1,331,000	124,000	64,000	Yen 5.50	Yen 9.50

(Reference) Net income per share expected for the year ending March 31, 2006: Yen 45.04

\* For the purpose of easy comparison with other non-life insurance companies, "Net premiums written" in parentheses exclude Good Result Return premiums ("GRR premiums") of the Company's unique Automobile Insurance product "ModoRich", which contains a special clause of premium adjustment and refund at maturity.

<Operating Results Forecast for the year ending March 31, 2006>

Major prerequisites of the business outlook for the current period shall be as follows:

- Net premiums written is estimated based on the development of past business results.
- With regard to net claims incurred (the amount of net claims paid and provision for outstanding claims), net claims due to natural disastar is estimated to be Yen13 billion.
- •As for the prospects for asset management, it is assumed that there will be no substantial fluctuation in interest rates, foreign exchange rates or stock prices as of September 30, 2005.

### Summary of Income Statements

\*Including the GRR premiums of the automobile insurance "ModoRich."

L     2004     2005     C     Ratio(%)       Direct Premiums Written (including Deposit premiums written     674,420     689,349     14,928     2.2     1,353,00       Ordinary Income and Expenses:     074     6659,922     671,625     11,700,2     1.8     1,314,33       Underwriting income     838,750     842,108     3,358     0.4     1,700,2       Net premiums written     659,922     671,625     11,702     1.8     1,314,3       Deposit premiums from policyholders     149,513     141,173     -8,340     -5.6     272,60       Underwriting expenses     764,679     725,859     -38,819     -5.1     1,517,00       Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     107,422     1.880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     3.34     116,86       Loss on sales of securities     8,339					(	Yen in millions)
Bits     Bits <th< th=""><th>Item</th><th>September 30,</th><th>September 30,</th><th>Change</th><th></th><th>FY2004</th></th<>	Item	September 30,	September 30,	Change		FY2004
(including Deposit Premiums writen     674,420     689,349     14,928     2.2     1,353,07       Ordinary Income and Expenses:     838,750     842,108     3,358     0.4     1,700,2       Net premiums written     659,922     677,625     11,702     1.8     1,314,33       Deposit premiums from policyholders     149,513     141,173     -8,340     -5.6     272,60       Underwriting expenses     764,679     725,859     -38,819     -5.1     1,517,00       Net claims paid     333,146     360,991     2,7,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,17       Commission and collection expenses     108,489     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,80       Interest and dividends received     52,746     55,396     2,650     5.0     110,10       Loss on valuation		823 934	830 523	6 588	0.8	1 625 716
Ordinary Income and Expenses:     838,750     842,108     3,358     0.4     1,700,2       Net premiums written     659,922     671,625     11,700,2     1.8     1.314,173     -8,340     -5.6     272,66       Underwriting expenses     764,679     725,859     -38,819     -5.1     1,517,00       Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,11       Commission and collection expenses     108,499     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,8       Loss on sales of securities     18,548     31,908     13,359     72.0     58,57       Investment expenses     8,339     100,74     1,734     20.8     14,66       Loss on sales of securities     6,080     7,746     1,666     27.4     4,4 <tr< td=""><td></td><td></td><td>-</td><td></td><td></td><td></td></tr<>			-			
Underwriting income     838,750     842,108     3,358     0.4     1,700,2       Net premiums written     659,922     671,625     11,702     1.8     1,314,3       Deposit premiums from policyholders     149,513     141,173     -8,340     -5.6     222,6       Underwriting expenses     764,679     725,859     -38,819     -5.1     1,517,00       Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,17       Commission and collection expenses     108,499     110,369     1,880     1.7     215,11       Investment income     46,127     61,549     15,421     33,4     116,80       Interest and dividends received     52,746     55,339     200,159     14,765     8.0     400,3       Investment expenses     18,548     31,908     13,359     72.0     58,55       Investment expenses     1,807     750     -1,057     -58,57     7,1       Loss on sales of securities <t< td=""><td></td><td>674,420</td><td>689,349</td><td>14,928</td><td>2.2</td><td>1,353,024</td></t<>		674,420	689,349	14,928	2.2	1,353,024
Net premiums written     659,922     671,625     11,702     1.8     1,314,33       Deposit premiums from policyholders     149,513     141,173     -8,340     -5.6     272,6       Underwriting expenses     764,679     725,859     -38,819     -5.1     1,517,00       Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,1       Commission and collection expenses     108,489     110,369     1,880     1.7     215,1       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,80       Investment expenses     8,339     10,074     1,734     20.8     144,66       Loss on sales of securities     1,807     750     -1,057     -58.5     7.1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4.4       Ordinary profit     103,554						
Deposit premiums from policyholders     149,513     141,173     -8,340     -5.6     272,60       Underwriting expenses     764,679     725,859     -38,819     -5.1     1,517,00       Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,11       Commission and collection expenses     108,489     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,83       Interest and dividends received     52,746     55,396     2,650     5.0     110,4       Gain on sales of securities     1,807     750     -1,057     -58.5     7,1       Loss on sales of securities     6,080     7,746     1,666     27.4     4,44       Operating expenses and general     103,062     102,166     -896     -0.9     208,4       Those related to underwriting insuran	Underwriting income	838,750	842,108	3,358	0.4	1,700,211
Underwriting expenses     764,679     725,859     -38,819     -5.1     1,517,00       Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,1       Commission and collection expenses     108,489     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,84       Interest and dividends received     52,746     55,396     2,650     5.0     110,44       Gain on sales of securities     18,548     31,908     13,359     72.0     58,55       Investment expenses     8,339     10,074     1,734     20.8     14,66       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,44       Operating expenses and general     103,062     102,166     -896     -0.9     208,47       Those related to underwriting insurance	Net premiums written	659,922	671,625	11,702	1.8	1,314,332
Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,17       Commission and collection expenses     100,489     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,80       Investment expenses     18,548     31,908     13,359     72.0     58,57       Investment expenses     8,339     10,074     1,734     20.8     14,66       Loss on sales of securities     1,807     750     -1,057     -58.5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,44       Operating expenses and general     103,062     102,166     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4       Ordinary profit     10,554	Deposit premiums from policyholders	149,513	141,173	-8,340	-5.6	272,692
Net claims paid     333,146     360,991     27,844     8.4     783,7       Loss adjustment expenses     27,232     27,361     128     0.5     55,11       Commission and collection expenses     108,489     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,80       Investment expenses     18,548     31,908     13,359     72.0     58,55       Investment expenses     8,339     10,074     1,734     20.8     14,66       Loss on sales of securities     1,807     750     -1,057     -58.5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,44       Operating expenses and general     103,062     102,166     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4       Ordinary profit     10,554	Underwriting expenses	764,679	725,859	-38,819	-5.1	1,517,038
Loss adjustment expenses     27,232     27,361     128     0.5     55,11       Commission and collection expenses     108,489     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,83       Interest and dividends received     52,746     55,396     2,650     5.0     110,44       Gain on sales of securities     18,548     31,908     13,359     72.0     58,50       Investment expenses     8,339     10,074     1,734     20.8     14,66       Loss on sales of securities     1,807     750     -1,057     58.5     7,1       Loss on valuation of securities     6,080     7,746     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4'       Ordinary income and Losses:     10,554     71,131     60,577     57.9     9,9'     9,3'       Underwritin	Net claims paid			27,844	8.4	783,710
Commission and collection expenses     108,489     110,369     1,880     1.7     215,11       Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,80       Interest and dividends received     52,746     55,396     2,650     5.0     110,4       Gain on sales of securities     18,548     31,908     13,359     72.0     58,55       Investment expenses     8,339     10,074     1,734     20.8     14,66       Loss on sales of securities     1,807     750     -1,057     -58.5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,4       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4'       Ordinary profit     10,554     71,131     60,577     573.9     79,33'       Under	Loss adjustment expenses	27,232	27,361	128	0.5	55,123
Maturity refunds to policyholders     185,393     200,159     14,765     8.0     400,3       Investment income     46,127     61,549     15,421     33.4     116,81       Interest and dividends received     52,746     55,396     2,650     5.0     110,4       Gain on sales of securities     18,548     31,908     13,359     72.0     58,50       Investment expenses     8,339     10,074     1,734     20.8     14,66       Loss on sales of securities     1,807     750     -1,057     -58,5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,4       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4'       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,4'       Ordinary profit     -23,721     20,492     44,214     -13,9'     10,3'       Extraord	· · · ·	,	· · · ·	1.880	1.7	215,151
Investment income     46,127     61,549     15,421     33.4     116,83       Interest and dividends received     52,746     55,396     2,650     5.0     110,4       Gain on sales of securities     18,548     31,908     13,359     72.0     55,536       Investment expenses     8,339     10,074     1,734     20.8     14,6       Loss on sales of securities     1,807     750     -1,057     -58.5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,4       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,4       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4       Other ordinary income and expenses     1,758     5,674     3,815     216.9     2,4       Ordinary profit     -23,721     20,492     44,214     -13,9     -13,9       Extraordinary income and Losses:     Extraordinary income     48,020     5,772     -42,248     -88.0     49,55 </td <td></td> <td></td> <td></td> <td></td> <td></td> <td>400,319</td>						400,319
Interest and dividends received     52,746     55,396     2,650     5.0     110,4       Gain on sales of securities     18,548     31,908     13,359     72.0     58,50       Investment expenses     8,339     10,074     1,734     20.8     14,60       Loss on valuation of securities     1,807     750     -1,057     -58.5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,47       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,47       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,44       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,44       Ordinary profit     -23,721     20,492     44,214     -     -     13,97       Extraordinary income and Losses:     Extraordinary income and losses     32,971     -20,711     -53,682     -162.8     19,22       Income taxes-current     329     12,924     12,594     3,8	· · ·			,		116,883
Gain on sales of securities     18,548     31,908     13,359     72.0     55,55       Investment expenses     8,339     10,074     1,734     20.8     14,60       Loss on sales of securities     1,807     750     -1,057     -58.5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,4       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4'       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,4'       Ordinary profit     10,554     71,131     60,577     573.9     79,3'       Underwriting profit     -23,721     20,492     44,214     -13,9'       Extraordinary income     48,020     5,772     -42,248     -88.0     49,5'       Extraordinary income and losses     32,971     -20,711     -53,682     -162.8     19,2'       Income before income taxes	Interest and dividends received					110,477
Investment expenses     8,339     10,074     1,734     20.8     14,66       Loss on sales of securities     1,807     750     -1,057     -58.5     7,1       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,4       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,4'       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,4       Ordinary profit     10,554     71,131     60,577     573.9     79,33       Underwriting profit     -23,721     20,492     44,214     -     -13,99       Extraordinary income     48,020     5,772     -42,248     -88.0     49,55       Extraordinary income and Losses:     23,2971     -20,711     -53,682     -162.8     19,22       Income before income taxes     43,525     50,420     6,894     15.8     98,6       Income taxes-current     329     12,924     12,594     3,817.8     11,33       Income taxes-deferred		,				58,504
Loss on sales of securities     1,807     750     -1,057     -58.5     7,14       Loss on valuation of securities     6,080     7,746     1,666     27.4     4,44       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,44       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,44       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,44       Ordinary profit     10,554     71,131     60,577     573.9     79,33       Underwriting profit     -23,721     20,492     44,214     -13,99       Extraordinary income and Losses:     Extraordinary income and Losses:     5,772     -42,248     -88.0     49,50       Extraordinary income and losses     32,971     -20,711     -53,682     -162.8     19,22       Income before income taxes     43,525     50,420     6,894     15.8     98,66       Income taxes-current     329     12,924     12,594     3,817.8     11,33						14,607
Loss on valuation of securities     6,080     7,746     1,666     27.4     4,4       Operating expenses and general and administrative expenses     103,062     102,166     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4'       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,4'       Ordinary profit     10,554     71,131     60,577     573.9     79,3'       Underwriting profit     -23,721     20,492     44,214     -     -13,9'       Extraordinary Income and Losses:     -23,721     20,492     44,214     -     -13,9'       Extraordinary income     48,020     5,772     -42,248     -88.0     49,5'       Extraordinary income and losses     32,971     -20,711     -53,682     -162.8     19,2'       Income before income taxes     43,525     50,420     6,894     15.8     98,6'       Income taxes-current     329     12,924     12,594     3,817.8     11,3'       Income	-					7,145
Operating expenses and general and administrative expenses Those related to underwriting insurance     103,062     102,166     -896     -0.9     208,4'       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,4'       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,4'       Ordinary profit     10,554     71,131     60,577     573.9     79,3'       Underwriting profit     -23,721     20,492     44,214     -     -13,9'       Extraordinary Income and Losses:     Extraordinary Income and Losses:     - <td< td=""><td></td><td>,</td><td></td><td></td><td></td><td>4,472</td></td<>		,				4,472
and administrative expenses     103,062     102,166    396     -0.9     208,4       Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,44       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,44       Ordinary profit     10,554     71,131     60,577     573.9     79,33       Underwriting profit     -23,721     20,492     44,214     -     -13,99       Extraordinary Income and Losses:     Extraordinary income     48,020     5,772     -42,248     -88.0     49,55       Extraordinary income     48,020     5,772     -42,248     -88.0     49,55       Extraordinary income and losses     32,971     -20,711     -53,682     -162.8     19,22       Income before income taxes     43,525     50,420     6,894     15.8     98,66       Income taxes-current     329     12,924     12,594     3,817.8     11,33       Income taxes-deferred     16,270     2,534     -13,735     -84.4     26,57       Ne		· · · · · ·		,		
Those related to underwriting insurance     96,276     94,976     -1,300     -1.4     195,44       Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,44       Ordinary profit     10,554     71,131     60,577     573.9     79,33       Underwriting profit     -23,721     20,492     44,214     -     -13,99       Extraordinary Income and Losses:     -     -     -42,248     -88.0     49,55       Extraordinary Income and Losses:     -     195,44     -     3     -     -     -     -     3     -     - <td></td> <td>103,062</td> <td>102,166</td> <td>-896</td> <td>-0.9</td> <td>208,472</td>		103,062	102,166	-896	-0.9	208,472
Other ordinary income and expenses     1,758     5,574     3,815     216.9     2,44       Ordinary profit     10,554     71,131     60,577     573.9     79,33       Underwriting profit     -23,721     20,492     44,214     -     -13,93       Extraordinary Income and Losses:		96,276	94,976	-1,300	-1.4	195,409
Ordinary profit10,55471,13160,577573.979,33Underwriting profit-23,72120,49244,21413,93Extraordinary Income and Losses:20,49244,21413,93Extraordinary income48,0205,772-42,248-88.049,53Extraordinary losses15,04926,48311,43476.030,22Extraordinary income and losses32,971-20,711-53,682-162.819,22Income before income taxes43,52550,4206,89415.898,63Income taxes-current32912,92412,5943,817.811,33Income taxes-deferred16,2702,534-13,735-84.426,55Net income26,92534,9608,03529.860,77Unappropriated retained earnings brought forward from the previous year43,17978,90835,72982.743,17Unappropriated retained earnings at ending70,104113,86943,76462.4103,94Ratios: </td <td>Other ordinary income and expenses</td> <td>1,758</td> <td>5,574</td> <td>3,815</td> <td>216.9</td> <td>2,408</td>	Other ordinary income and expenses	1,758	5,574	3,815	216.9	2,408
Underwriting profit    23,721     20,492     44,214     -     -13,97       Extraordinary Income and Losses:		10,554	71,131	60.577	573.9	79,386
Extraordinary Income and Losses:     48,020     5,772     -42,248     -88.0     49,52       Extraordinary income     48,020     5,772     -42,248     -88.0     49,52       Extraordinary losses     15,049     26,483     11,434     76.0     30,22       Extraordinary income and losses     32,971     -20,711     -53,682     -162.8     19,22       Income before income taxes     43,525     50,420     6,894     15.8     98,66       Income taxes-current     329     12,924     12,594     3,817.8     11,33       Income taxes-deferred     16,270     2,534     -13,735     -84.4     26,57       Net income     26,925     34,960     8,035     29.8     60,77       Unappropriated retained earnings brought forward from the previous year     43,179     78,908     35,729     82.7     43,17       Unappropriated retained earnings at ending     70,104     113,869     43,764     62.4     103,94       Ratios:          43,179     10,104     113,869				,	-	-13,923
Extraordinary income48,0205,772-42,248-88.049,52Extraordinary losses15,04926,48311,43476.030,22Extraordinary income and losses32,971-20,711-53,682-162.819,22Income before income taxes43,52550,4206,89415.898,66Income taxes-current32912,92412,5943,817.811,33Income taxes-deferred16,2702,534-13,735-84.426,55Net income26,92534,9608,03529.860,77Unappropriated retained earnings brought forward from the previous year43,17978,90835,72982.743,17Unappropriated retained earnings at ending70,104113,86943,76462.4103,94Ratios: </td <td></td> <td>- 1</td> <td>- / -</td> <td>,</td> <td></td> <td></td>		- 1	- / -	,		
Extraordinary losses   15,049   26,483   11,434   76.0   30,22     Extraordinary income and losses   32,971   -20,711   -53,682   -162.8   19,22     Income before income taxes   43,525   50,420   6,894   15.8   98,66     Income taxes-current   329   12,924   12,594   3,817.8   11,33     Income taxes-deferred   16,270   2,534   -13,735   -84.4   26,55     Net income   26,925   34,960   8,035   29.8   60,74     Unappropriated retained earnings brought forward from the previous year   43,179   78,908   35,729   82.7   43,11     Unappropriated retained earnings at ending   70,104   113,869   43,764   62.4   103,94     Ratios:         103,94		48.020	5.772	-42.248	-88.0	49,520
Extraordinary income and losses     32,971     -20,711     -53,682     -162.8     19,22       Income before income taxes     43,525     50,420     6,894     15.8     98,60       Income taxes-current     329     12,924     12,594     3,817.8     11,33       Income taxes-deferred     16,270     2,534     -13,735     -84.4     26,55       Net income     26,925     34,960     8,035     29.8     60,70       Unappropriated retained earnings brought forward from the previous year     43,179     78,908     35,729     82.7     43,11       Unappropriated retained earnings at ending     70,104     113,869     43,764     62.4     103,94       Ratios:            82.7     43,11	5	,				30,229
Income before income taxes     43,525     50,420     6,894     15.8     98,6       Income taxes-current     329     12,924     12,594     3,817.8     11,33       Income taxes-deferred     16,270     2,534     -13,735     -84.4     26,55       Net income     26,925     34,960     8,035     29.8     60,70       Unappropriated retained earnings brought forward from the previous year     43,179     78,908     35,729     82.7     43,17       Unappropriated retained earnings at ending     70,104     113,869     43,764     62.4     103,94       Ratios:           103,94		,	,	,		19,291
Income taxes-current   329   12,924   12,594   3,817.8   11,33     Income taxes-deferred   16,270   2,534   -13,735   -84.4   26,55     Net income   26,925   34,960   8,035   29.8   60,74     Unappropriated retained earnings brought forward from the previous year   43,179   78,908   35,729   82.7   43,11     Unappropriated retained earnings at ending   70,104   113,869   43,764   62.4   103,94     Ratios:						98,677
Income taxes-deferred     16,270     2,534     -13,735     -84.4     26,57       Net income     26,925     34,960     8,035     29.8     60,77       Unappropriated retained earnings brought forward from the previous year     43,179     78,908     35,729     82.7     43,17       Unappropriated retained earnings at ending     70,104     113,869     43,764     62.4     103,94       Ratios:     Image: Comparison of the previous year     Imag	Income taxes-current		· · · ·			11,332
Net income     26,925     34,960     8,035     29.8     60,74       Unappropriated retained earnings brought forward from the previous year     43,179     78,908     35,729     82.7     43,17       Unappropriated retained earnings at ending     70,104     113,869     43,764     62.4     103,94       Ratios:					<i>'</i>	26,579
Unappropriated retained earnings brought forward from the previous year43,17978,90835,72982.743,11Unappropriated retained earnings at ending70,104113,86943,76462.4103,94Ratios:		,				60,765
from the previous year     43,179     78,908     35,729     82.7     43,17       Unappropriated retained earnings at ending     70,104     113,869     43,764     62.4     103,94       Ratios:     Image: Contract of the previous year     Imag						
Unappropriated retained earnings at ending 70,104 113,869 43,764 62.4 103,94 Ratios:		43,179	78,908	35,729	82.7	43,179
Ratios:		70.104	113.869	43.764	62.4	103,944
		,	,			
		54.6%	57.8%			63.8%
						31.2%

Note: Underwriting profit = Underwriting income - (Underwriting expenses+ Operating expenses

and general and administrative expenses related to underwriting insurance)±other income and expenses

Other income and expenses consist mainly of Income Taxes of Compulsory Automobile Liability. \*Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written x 100

\*Net operating expense ratio = (Commission and collection expenses + Operating expenses

and general and administrative expenses related to underwriting insurance) / Net premiums written x 100

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

Including the GRR premiums of the automobile insurance "ModoRich."

<b>. . .</b>			,	,				(Yen i	n millions)
	For the six months ended September 30, 2004				six months mber 30, 2			FY2004	
Lines of Insurance	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	123,927	-3.7	15.0	136,442	10.1	16.4	258,952	-2.6	15.9
Marine	33,863	9.3	4.1	36,146	6.7	4.4	67,047	8.1	4.1
Personal Accident	190,364	-4.6	23.1	182,368	-4.2	22.0	353,597	-1.3	21.8
Voluntary Automobile	287,827	0.4	34.9	283,893	-1.4	34.2	572,813	0.1	35.2
Compulsory Automobile Liability	93,525	2.3	11.4	90,943	-2.8	10.9	187,180	1.8	11.5
Other	94,426	0.9	11.5	100,728	6.7	12.1	186,124	1.4	11.5
Total	823,934	-0.8	100.0	830,523	0.8	100.0	1,625,716	-0.0	100.0
(Deposit premiums from policyholders)	( 149,513)	( -11.5)	( 18.1)	( 141,173)	( -5.6)	( 17.0)	(272,692)	( -9.4)	( 16.8)

# Net Premiums Written by Lines of Insurance

								(Yen iı	n millions)
		six months mber 30, 2			For the six months ended September 30, 2005			FY2004	
Lines of Insurance	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	83,850	1.1	12.7	90,001	7.3	13.4	176,467	1.6	13.4
Marine	29,716	8.2	4.5	32,074	7.9	4.8	60,403	7.2	4.6
Personal Accident	67,273	3.3	10.2	71,520	6.3	10.7	131,051	5.6	10.0
Voluntary Automobile	287,437	0.7	43.5	283,696	-1.3	42.2	572,189	0.3	43.5
Compulsory Automobile Liability	99,428	0.9	15.1	98,039	-1.4	14.6	195,741	0.9	14.9
Other	92,216	3.8	14.0	96,293	4.4	14.3	178,480	4.3	13.6
Total	659,922	1.8	100.0	671,625	1.8	100.0	1,314,332	1.9	100.0

## Net Claims Paid by Lines of Insurance

						(ren ii	n millions)				
		six months				onths ende	ed		FY2004		
	Septe	mber 30, 2	004		Septembe	r 30, 2005					
Lines of Insurance	Amount	Change (%)	Loss Ratio	Amount	Change (%)	Loss Ratio	Change in L/R	Amount	Change (%)	Loss Ratio	
			(%)			(%)	(%)			(%)	
Fire	32,286	23.7	40.2	39,088	21.1	45.0	4.8	135,057	137.5	78.1	
Marine	12,040	-11.2	42.5	13,511	12.2	44.0	1.5	25,532	-3.9	44.1	
Personal Accident	25,059	-1.1	40.0	25,919	3.4	38.7	-1.3	52,805	3.3	43.2	
Voluntary Automobile	162,521	1.3	62.3	169,348	4.2	65.4	3.1	346,566	4.2	66.3	
Compulsory Automobile Liability	53,104	41.4	58.2	63,869	20.3	70.5	12.3	113,048	37.6	63.1	
Other	48,134	2.7	54.5	49,253	2.3	53.4	-1.1	110,699	6.2	64.3	
Total	333,146	7.5	54.6	360,991	8.4	57.8	3.2	783,710	19.9	63.8	

Note: Net Loss Ratio = (Net claims paid + Loss adjustment expense) / Net premiums written x 100

(Yen in millions)

#### **Balance Sheets**

						(Yen in millions, %)		
Item	As of Septem 2004		As of September 30, 2005		Change	FY2004		
	Amount	Share	Amount	Share	-	Amount	Share	
(Assets)	Anount	Onare	Amount	Onare		Anount	Onare	
Cash deposits and savings	196,160	3.05	218,683	3.13	22,523	220,994	3.36	
Call loans	34,000	0.53	29,000	0.42	-5,000	36,000	0.55	
Futures bought	5,999	0.09	23,000	0.42	-5,999	50,000	0.55	
Monetary claims bought	90,893	1.42	81,452	1.16	-9,440	63,039	0.96	
Money trusts	51,977	0.81	53,880	0.77	- <del>3</del> ,440 1,902	56,968	0.87	
Investments in securities	4,703,828	73.20	5,288,087	75.61	584,258	4,841,780	73.57	
Loans	745,336	11.60	5,266,067 764,487	10.93	19,151	771,163	11.72	
	257,807	4.01	240,716	3.44	-17,091	245,800	3.73	
Property and equipment	-				-	-		
Other assets	333,747	5.19	310,846	4.44	-22,900	340,746	5.18	
Customers' liabilities under acceptances and guarantees	24,251	0.38	19,588	0.28	-4,662	22,360	0.34	
Reserve for bad debts	-18,162	-0.28	-12,352	-0.18	5,810	-18,157	-0.28	
Total assets	6,425,839	100.00	6,994,391	100.00	568,551	6,580,694	100.00	
(Liabilities)								
Underwriting funds:	4,621,926	71.93	4,569,838	65.34	-52,088	4,519,685	68.68	
Outstanding claims	( 499,719 )		( 497,103)		( -2,616)	( 494,355)		
Underwriting reserve	( 4,122,207 )		( 4,072,734 )		( -49,472 )	( 4,025,330 )		
Debentures	-	-	100,000	1.43	100,000	100,000	1.52	
Other liabilities	138,951	2.16	196,280	2.81	57,328	182,835	2.78	
Reserve for employees' retirement and severance benefits	87,761	1.37	78,421	1.12	-9,339	84,245	1.28	
Accrued bonuses for employees	8,067	0.13	8,314	0.12	247	11,253	0.17	
Reserve for loss on valuation	4 207	0.02			4 207			
of real estate	1,307	0.02	-	-	-1,307	-	-	
Reserve for EXPO 2005 Aichi	105	0.00	175	0.00	70	140	0.00	
Reserve under the special law:	16,302	0.25	21,312	0.30	5,010	19,878	0.31	
Reserve for price fluctuation	( 16,302)		( 21,312)		( 5,010)	( 19,878)		
Deferred tax liabilities	149,414	2.32	316,055	4.52	166,641	187,653	2.85	
Liabilities under acceptances	24,251	0.38	19,588	0.28	-4,662	22,360	0.34	
and guarantees	24,231	0.50	19,500	0.20	-4,002	22,500	0.54	
Total Liabilities	5,048,087	78.56	5,309,988	75.92	261,900	5,128,052	77.93	
(Shareholders' Equity)								
Common stock	139,595	2.17	139,595	1.99	-	139,595	2.12	
Capital surplus:	93,114	1.45	93,122	1.33	7	93,118	1.41	
Additional paid-in capital	( 93,107)		( 93,107)		( - )	( 93,107)		
Other capital surplus	( 6)		( 14)		(7)	( 10)		
(Gain on disposal of treasury stock)	(( 6))		(( 14))		(( 7))	(( 10))		
Retained earnings:	481,782	7.50	536,927	7.68	55,145	515,623	7.84	
Legal earned reserve	( 43,040 )		( 45,840)		( 2,800)	( 43,040)		
Appropriated retained earnings	( 368,637)		( 377,217)		( 8,580)	( 368,637)		
Unappropriated retained earnings	( 70,104 )		( 113,869 )		( 43,764 )	( 103,944 )		
Unrealized gains on investments	710 270	11 10	001 612	11 10	272 222	768,816	11.68	
,net of tax	719,378	11.19	991,612	14.18	272,233	100,010	11.00	
Treasury stock	-56,119	-0.87	-76,855	-1.10	-20,735	-64,511	-0.98	
Total shareholders' equity	1,377,751	21.44	1,684,402	24.08	306,651	1,452,642	22.07	
Total liabilities	6,425,839	100.00	6,994,391	100.00	568,551	6,580,694	100.00	
and shareholders' equity	0,120,000		0,004,001		000,001	0,000,004		

## **Income Statements**

				(Yen in millions)
ltem	Six months ended September 30, 2004	Six months ended September 30, 2005	Change	FY2004
Ordinary income and expenses:				
Ordinary income:	887,279	910,279	23,000	1,821,960
Underwriting income:	838,750	842,108	3,358	1,700,211
Net premiums written	( 659,922 )	( 671,625 )		( 1,314,332 )
Deposit premiums from policyholders	( 149,513 )	( 141,173 )	(-8,340)	( 272,692 )
Investment income on deposits by policyholders, etc	( 28,927 )	( 28,724 )	( -202 )	( 58,549 )
Reversal of underwrighting reserves	( - )	( - )	(	( 54,350 )
Investment income:	46,127	61,549	15,421	116,883
Interest and dividends received	( 52,746 )	( 55,396 )	( 2,650 )	( 110,477 )
Investment gain on money trusts	( 561 )	( 294 )	( -266 )	( 1,209 )
Gain on sales of securities	( 18,548 )			( 58,504 )
Transfer to investment income on deposits by	( -28,927 )	( -28,724 )	( 202 )	( -58,549 )
policyholders ,etc			. ,	
Other ordinary income	2,402	6,622	4,220	4,865
Ordinary expenses:	876,725	839,147	-37,577	1,742,574
Underwriting expenses:	764,679	725,859	-38,819	1,517,038
Net claims paid	( 333,146 )	( 360,991 )	( 27,844 )	( 783,710 )
Loss adjustment expenses	( 27,232 )	( 27,361 )	( 128 )	( 55,123 )
Commission and collection expenses	( 108,489 )		( 1,880 )	( 215,151 )
Maturity refunds to policyholders	( 185,393 )	( 200,159 )	( 14,765 )	( 400,319 )
Provision for outstanding claims	( 67,552 )	( 2,748 )	( -64,804 )	( 62,188 )
Provision for underwriting reserves	( 42,525 )	( 23,913 )	( -18,612 )	
Investment expenses:	8,339	10,074	1,734	14,607
Investment loss on money trusts	( 239 )	( 174 )	( -65 )	( 299 )
Loss on sales of securities	( 1,807 )	(750)	(-1,057)	(7,145)
Loss on valuation of securities	( 6,080 )	(7,746)		( 4,472 )
Operating expenses and general and	103,062	102,166	-896	208,472
administrative expenses	, ,			ŕ
Other ordinary expenses:	643	1,047	404	2,456
Interest expenses	( 11)	( 361 )	( 349)	( 288 )
Ordinary profit	10,554	71,131	60,577	79,386
Extraordinary income and losses:				
Extraordinary income:	48,020	5,772	-42,248	49,520
Extraordinary losses:	15,049	26,483	11,434	30,229
Provision for reserve under the special law:	( 3,303 )	( 1,433 )	( -1,869)	( 6,880 )
Provision for price fluctuation reserve	(( 3,303 ))			(( 6,880 ))
Other extraordinary losses	( 11,745 )	( 25,049 )	( 13,304 )	( 23,349 )
Income before income taxes	43,525	50,420	6,894	98,677
Income taxes-current	329	12,924	12,594	11,332
Income taxes-deferred	16,270	2,534	-13,735	26,579
Net income	26,925	34,960	8,035	60,765
Unappropriated retained earnings brought forward from the previous year	43,179	78,908	35,729	43,179

### Summary of Income Statements

\*Excluding the GRR premiums of the automobile insurance "ModoRich."

				(	Yen in millions)
Item	Six months ended September 30, 2004	Six months ended September 30, 2005	Change	Change Ratio(%)	FY2004
Direct Premiums Written (including Deposit premiums from policyholders)	822,122	833,179	11,056	1.3	1,621,621
Direct premiums written	672,609	692,005	19,396	2.9	1,348,928
Ordinary Income and Expenses:	,	,	,		, ,
Underwriting income	836,938	844,764	7,825	0.9	1,700,211
Net premiums written	658,111	674,281	16,169	2.5	1,310,237
Deposit premiums from policyholders	149,513	141,173	-8,340	-5.6	272,692
Underwriting expenses	762,867	728,515	-34,352	-4.5	1,517,038
Net claims paid	333,146	360,991	27,844	8.4	783,710
Loss adjustment expenses	27,232	27,361	128	0.5	55,123
Commission and collection expenses	108,489	110,369	1,880	1.7	215,151
Maturity refunds to policyholders	185,393	200,159	14,765	8.0	400,319
Investment income	46,127	61,549	15,421	33.4	116,883
Interest and dividends received	52,746	55,396	2,650	5.0	110,477
Gain on sales of securities	18,548	31,908	13,359	72.0	58,504
Investment expenses	8,339	10,074	1,734	20.8	14,607
Loss on sales of securities	1,807	750	-1,057	-58.5	7,145
Loss on valuation of securities	6,080	7,746	1,666	27.4	4,472
Operating expenses and general	103,062	102,166	-896	-0.9	208,472
and administrative expenses					
Those related to underwriting insurance	96,276	94,976	-1,300	-1.4	195,409
Other ordinary income and expenses	<u>1,758</u>	5,574	3,815	<u>216.</u> 9	2,408
Ordinary profit	10,554	71,131	60,577	573.9	79,386
Underwriting profit	-23,721	20,492	44,214	-	-13,923
Extraordinary Income and Losses:					
Extraordinary income	48,020	5,772	-42,248	-88.0	49,520
Extraordinary losses	15,049	26,483	11,434	76.0	30,229
Extraordinary income and losses	32,971	-20,711	-53,682	-162.8	19,291
Income before income taxes	43,525	50,420	6,894	15.8	98,677
Income taxes-current	329	12,924	12,594	3,817.8	11,332
Income taxes-deferred	16,270	2,534	-13,735	-84.4	26,579
Net income	26,925	34,960	8,035	29.8	60,765
Unappropriated retained earnings brought forward	43,179	78,908	35,729	82.7	43,179
from the previous year		-			
Unappropriated retained earnings at ending	70,104	113,869	43,764	62.4	103,944
Ratios:					
*Net loss ratio	54.8%	57.6%			64.0%
*Net operating expense ratio	31.1%	30.5%			31.3%

Note: Underwriting profit = Underwriting income - (Underwriting expenses+ Operating expenses

and general and administrative expenses related to underwriting insurance) to ther income and expenses

Other income and expenses consist mainly of Income Taxes of Compulsory Automobile Liability.

\*Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written x 100

\*Net operating expense ratio = (Commission and collection expenses + Operating expenses

and general and administrative expenses related to underwriting insurance) / Net premiums written x 100

#### Excluding the GRR premiums of the automobile insurance "ModoRich."

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

								(Yen i	n millions)
	For the six months ended September 30, 2004			For the six months ended September 30, 2005			FY2004		
Lines of Insurance	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	123,927	-3.7	15.1	136,442	10.1	16.4	258,952	-2.6	16.0
Marine	33,863	9.3	4.1	36,146	6.7	4.3	67,047	8.1	4.1
Personal Accident	190,364	-4.6	23.1	182,368	-4.2	21.9	353,597	-1.3	21.8
Voluntary Automobile	286,016	-1.3	34.8	286,549	0.2	34.4	568,717	-1.2	35.1
Compulsory Automobile Liability	93,525	2.3	11.4	90,943	-2.8	10.9	187,180	1.8	11.5
Other	94,426	0.9	11.5	100,728	6.7	12.1	186,124	1.4	11.5
Total	822,122	-1.5	100.0	833,179	1.3	100.0	1,621,621	-0.5	100.0
(Deposit premiums from policyholders)	( 149,513)	( -11.5)	( 18.2)	( 141,173)	( -5.6)	( 16.9)	(272,692)	( -9.4)	( 16.8)

### **Net Premiums Written by Lines of Insurance**

				•				(Yen ii	n millions)
		ix months mber 30, 2			ix months mber 30, 2		FY2004		
Lines of Insurance	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	83,850	1.1	12.8	90,001	7.3	13.3	176,467	1.6	13.5
Marine	29,716	8.2	4.5	32,074	7.9	4.8	60,403	7.2	4.6
Personal Accident	67,273	3.3	10.2	71,520	6.3	10.6	131,051	5.6	10.0
Voluntary Automobile	285,626	-1.0	43.4	286,352	0.3	42.5	568,094	-1.0	43.4
Compulsory Automobile Liability	99,428	0.9	15.1	98,039	-1.4	14.5	195,741	0.9	14.9
Other	92,216	3.8	14.0	96,293	4.4	14.3	178,480	4.3	13.6
Total	658,111	1.0	100.0	674,281	2.5	100.0	1,310,237	1.3	100.0

# Net Claims Paid by Lines of Insurance

	.,								(Yen	in millions)
		six months		-	r the six m				FY2004	
	Septer	mber 30, 2	004	I	Septembe	r 30, 2005			112001	
Lines of Insurance	Amount	Change (%)	Loss Ratio (%)	Amount	Change (%)	Loss Ratio (%)	Change in L/R (%)	Amount	Change (%)	Loss Ratio (%)
Fire	32,286	23.7	40.2	39,088	21.1	45.0	4.8	135,057	137.5	78.1
Marine	12,040	-11.2	42.5	13,511	12.2	44.0	1.5	25,532	-3.9	44.1
Personal Accident	25,059	-1.1	40.0	25,919	3.4	38.7	-1.3	52,805	3.3	43.2
Voluntary Automobile	162,521	1.3	62.7	169,348	4.2	64.8	2.1	346,566	4.2	66.8
Compulsory Automobile Liability	53,104	41.4	58.2	63,869	20.3	70.5	12.3	113,048	37.6	63.1
Other	48,134	2.7	54.5	49,253	2.3	53.4	-1.1	110,699	6.2	64.3
Total	333,146	7.5	54.8	360,991	8.4	57.6	2.8	783,710	19.9	64.0

Note: 1. Net Loss Ratio = (Net claims paid + Loss adjustment expense) / Net premiums written x 100

2. GRR premiums of the automobile insurance "ModoRich"; Six months ended September 30, 2004

Six months ended September 30, 2005 For the Year ended March 31, 2004

1,811 millions of yen -2,655 millions of yen 4,095 millions of yen

5.0	10.0
-1.0	43.4