

[Translation]

SUMMARY OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2005
(Non-consolidated)

May 23, 2005

Name of Listed Company: Mitsui Sumitomo Insurance Company, Limited (the "Company")

Securities Code No.: 8752

Stock Exchange(s) Where the Company's Shares are Listed (Section):

The Company's shares are listed on the First Section of each of Tokyo Stock Exchange, Osaka Securities Exchange, and Nagoya Stock Exchange

Headquarters: Tokyo (URL <http://www.ms-ins.com>)

Representative: Hiroyuki Uemura, President & Director

Any inquiry relating hereto (Name and position of the person in charge):

Mr. Hiroyuki Hata, Manager of Financial Accounting Group, Accounting Department

Telephone Number: (03)-3297-6648

Direction of Resolution of the Board of Directors

to approve Annual General Settlement of Accounts: May 23, 2005

Date of scheduled payment of dividends: June 29, 2005

Date of Ordinary General Meeting of Shareholders: June 28, 2005

Interim Dividends : Yes or No

Unit share system : or No (Unit of shares for one vote : 1,000 shares)

1. Business Results for the year ended March 31, 2005 (from April 1, 2004 to March 31, 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)

	Net premiums written		Ordinary profit		Net income	
For the year ended March 31, 2005	*(1,310,237)	*(1.3%)	79,386	-52.3%	60,765	-16.7%
	1,314,332	1.9%				
For the year ended March 31, 2004	*(1,293,063)	*(3.4%)	166,584	249.4%	72,955	125.4%
	1,289,665	4.4%				

(Yen)

	Net Income per share	Net Income per share – Diluted	Return on equity	Net loss ratio	Net operating expense ratio
For the Year ended March 31, 2005	42.08	---	4.3%	*(64.0%) 63.8%	*(31.3%) 31.2%
For the Year ended March 31, 2004	50.59	49.50	6.0%	*(54.8%) 55.0%	*(32.2%) 32.2%

(Notes)

1. The average number of shares in issue during the year:

For the year ended March 31, 2005: 1,442,627,030 shares

For the year ended March 31, 2004: 1,440,547,759 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 settlement of account for the preceding business term.

• Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written × 100

• Net operating expense ratio = (Commissions and collection expenses + Operating expenses and general administrative expenses) / Net premiums written × 100

* For the purpose of easy comparison with other non-life insurance companies, "Net premiums written", "Net loss ratio", and "Net operating expenses ratio" in parenthesis 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 amount of "Ordinary profit" and "Net income" remain unchanged.

(2) Dividends

(Yen)

	Annual aggregate dividend per share			Total dividends (Annual) (Yen in millions)	Dividend pay-out ratio	Ratio of dividends to shareholders' equity
	Interim	Year-end				
For the year ended March 31, 2005	9.50	---	9.50*	13,597	22.6%	0.9%
For the year ended March 31, 2004	8.50	---	8.50	12,366	16.8%	0.9%

(Notes) *The amount consists a normal dividend of 8.50 Yen par share and a special dividend of 1.00 Yen per share

(3) Financial Conditions

(Yen in millions)

	Total assets	Shareholders' equity	Ratio of shareholders' equity to total assets	Shareholders' equity per share (Yen)
As at March 31, 2005	6,580,694	1,452,642	22.1%	1,014.89
As at March 31, 2004	6,457,173	1,400,074	21.7%	962.25

(Notes) The number of shares issued.

As at March 31, 2005: 1,431,265,107 shares As at March 31, 2004: 1,454,923,183 shares

The number of treasury stock

As at March 31, 2005: 81,919,773 shares As at March 31, 2004: 58,261,697 shares

2. Forecast of this Business Year (from April 1, 2005 to March 31, 2006)

(Yen in millions)

	Net premiums written	Ordinary profit	Net income	Annual Aggregate Dividend Per Share		
				Interim (Yen)	Year-end (Yen)	(Yen)
For the six months ending September 30, 2005	*(667,000) 665,000	47,000	30,000	4.00	---	---
For the business Year ending March 31, 2006	*(1,323,000) 1,320,000	103,000	64,000	---	5.50	9.50

(Reference) Net income per share expected for the business year ending March 31, 2006 : Yen 44.71

*For the purpose of easy comparison with other non-life insurance companies, "Net premiums written" in parentheses exclude Good Results Return premiums ("GRR premiums") of the Company's unique Automobile Insurance product "ModoRich" which the post-merger company will continue to sell. ("ModoRich" is a two or three year-policy providing a refund at maturity depending on the number of accidents in which customers were involved.)

Since GRR premiums are included in the provision of Underwriting Reserve, the amount of "Ordinary Profit" and "Net Income" remain unchanged.

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

Major prerequisites of the business outlook for the following business year shall be as follows:

- Net premiums written is estimated based on the development of past business results.
- With regard to net claims paid, payment due to natural disasters is estimated to be ¥20.0 billion, predicting from the past business results.
- With regard to outlook for portfolio investment, it is assumed that there will be no substantial fluctuation in market interest rate, foreign exchange rate or stock prices on and after March 31, 2005.

<Introduction of Interim Dividend>

The Company will propose a resolution to amend the relevant Article of its Articles of Incorporation in order to introduce an interim dividend system at the Ordinary General Meeting of Shareholders, which is scheduled for June 28, 2005.

FY2004 Summary of statement of operations

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

(Yen in millions)

	FY2003	FY2004	Change	Change Ratio(%)
Direct premiums written (including Deposit premiums from policyholders)	1,625,872	1,625,716	-156	-0.0
Direct premiums written	1,325,053	1,353,024	27,970	2.1
Ordinary income and expenses:				
Underwriting income	1,650,339	1,700,211	49,871	3.0
Net premiums written	1,289,665	1,314,332	24,667	1.9
Deposit premiums from policyholders	300,819	272,692	-28,127	-9.4
Underwriting expenses	1,402,240	1,517,038	114,798	8.2
Net claims paid	653,503	783,710	130,207	19.9
Loss adjustment expenses	55,630	55,123	-506	-0.9
Commission and collection expenses	213,947	215,151	1,203	0.6
Maturity refunds to policyholders	461,718	400,319	-61,398	-13.3
Investment income	176,551	116,883	-59,668	-33.8
Interest and dividends received	114,322	110,477	-3,845	-3.4
Gain on sales of securities	108,720	58,504	-50,215	-46.2
Investment expenses	39,385	14,607	-24,778	-62.9
Loss on sales of securities	34,147	7,145	-27,001	-79.1
Loss on valuation of securities	1,511	4,472	2,961	196.0
Operating expenses and general and administrative expenses	215,842	208,472	-7,369	-3.4
Those related to underwriting insurance	201,878	195,409	-6,468	-3.2
Other ordinary income and expenses	-2,839	2,408	5,247	-
Ordinary Profit	166,584	79,386	-87,198	-52.3
Underwriting profit	45,342	-13,923	-59,266	-130.7
Extraordinary income and losses:				
Extraordinary income	3,646	49,520	45,874	1,258.2
Extraordinary losses	61,068	30,229	-30,839	-50.5
Extraordinary income and losses	-57,422	19,291	76,713	-
Income before income taxes	109,162	98,677	-10,484	-9.6
Income taxes-current	33,521	11,332	-22,188	-66.2
Income taxes-deferred	2,685	26,579	23,894	889.9
Net income	72,955	60,765	-12,190	-16.7
Ratios:				
Net loss ratio	55.0%	63.8%		
Net operating expense ratio	32.2%	31.2%		
Yield on investment asset (income yield)	2.33%	2.23%		
Yield on asset management (realized yield)	4.01%	3.24%		

(Reference) (Yield on total return based on the market value:

12.42% for the business year ended March 31, 2004, 3.23% for the business year ended March 31, 2005)

Note: Underwriting profit = Underwriting income - (Underwriting expenses+ operating expenses and general 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 administrative expenses related to underwriting insurance) / Net premiums written x 100

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

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

(Yen in millions)

Lines of Insurance	FY2003			FY2004		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	265,930	1.5	16.4	258,952	-2.6	15.9
Marine	62,013	4.8	3.8	67,047	8.1	4.1
Personal Accident	358,274	2.0	22.0	353,597	-1.3	21.8
Voluntary Automobile	572,198	1.0	35.2	572,813	0.1	35.2
Compulsory Automobile Liability	183,855	1.3	11.3	187,180	1.8	11.5
Other	183,599	0.6	11.3	186,124	1.4	11.5
Total	1,625,872	1.4	100.0	1,625,716	-0.0	100.0
(Deposit premiums from policyholders)	(300,819)	(-1.9)	(18.5)	(272,692)	(-9.4)	(16.8)

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2003			FY2004		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	173,633	4.4	13.5	176,467	1.6	13.4
Marine	56,331	7.3	4.4	60,403	7.2	4.6
Personal Accident	124,159	1.2	9.6	131,051	5.6	10.0
Voluntary Automobile	570,405	1.1	44.2	572,189	0.3	43.5
Compulsory Automobile Liability	194,018	17.6	15.0	195,741	0.9	14.9
Other	171,115	4.1	13.3	178,480	4.3	13.6
Total	1,289,665	4.4	100.0	1,314,332	1.9	100.0

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2003			FY2004			
	Amount	Change (%)	Net Loss Ratio (%)	Amount	Change (%)	Net Loss Ratio (%)	Change in L/R (%)
Fire	56,873	7.1	34.2	135,057	137.5	78.1	43.9
Marine	26,574	11.2	49.5	25,532	-3.9	44.1	-5.4
Personal Accident	51,133	1.6	44.7	52,805	3.3	43.2	-1.5
Voluntary Automobile	332,515	0.6	64.0	346,566	4.2	66.3	2.3
Compulsory Automobile Liability	82,146	34.8	47.4	113,048	37.6	63.1	15.7
Other	104,259	2.2	63.9	110,699	6.2	64.3	0.4
Total	653,503	5.3	55.0	783,710	19.9	63.8	8.8

Note: Net Loss Ratio = (net claims paid + loss adjustment expenses)/net premiums written × 100

Balance Sheet

(Yen in millions, %)

Item	FY2003		FY2004		Change
	Amount	Share	Amount	Share	
(Assets)					
Cash deposits and savings:	227,304	3.52	220,994	3.36	-6,309
Cash on hand	(964)		(842)		
Deposits in banks	(226,339)		(220,152)		
Call loans	64,000	0.99	36,000	0.55	-28,000
Futures bought	3,999	0.06	-	-	-3,999
Monetary claims bought	42,834	0.66	63,039	0.96	20,204
Money trusts	27,721	0.43	56,968	0.87	29,246
Investments in securities:	4,721,452	73.12	4,841,780	73.57	120,328
Government bonds	(177,434)		(179,593)		
Municipal bonds	(378,877)		(262,284)		
Corporate bonds	(1,234,747)		(1,268,077)		
Stocks	(1,944,010)		(2,008,763)		
Foreign securities	(898,731)		(1,021,716)		
Other securities	(87,650)		(101,344)		
Loans:	745,334	11.54	771,163	11.72	25,828
Policy loans	(19,749)		(17,930)		
General loans	(725,584)		(753,232)		
Property and equipment:	293,808	4.55	245,800	3.73	-48,007
Land	(98,617)		(88,844)		
Buildings	(172,685)		(136,665)		
Equipment	(21,638)		(19,965)		
Construction in progress	(866)		(324)		
Other assets:	329,771	5.11	340,746	5.18	10,974
Premiums receivable	(2,306)		(2,035)		
Due to agents	(69,232)		(60,710)		
Due to foreign agents	(1,613)		(2,045)		
Co-insurance business receivable	(7,749)		(10,594)		
Reinsurance business receivable	(61,156)		(61,299)		
Foreign reinsurance business receivable	(17,369)		(25,363)		
Agent business receivable	(571)		(800)		
Other receivable	(27,022)		(33,417)		
Accrued income	(18,672)		(17,291)		
Guarantee deposit	(27,214)		(25,102)		
Deposits with the Japan Earthquake Reinsurance Company	(53,993)		(57,273)		
Suspense payments	(33,376)		(34,410)		
Assets related to derivative transactions	(6,653)		(5,082)		
Deferred losses on hedge accounting for derivatives	(2,147)		(4,623)		
Other assets	(690)		(695)		
Customers' liabilities under acceptances and guarantees	24,264	0.38	22,360	0.34	-1,903
Bad debts reserve	-23,317	-0.36	-18,157	-0.28	5,159
Total assets	6,457,173	100.00	6,580,694	100.00	123,521

Balance Sheet

(Yen in millions, %)

Item	FY2003		FY2004		Change
	Amount	Share	Amount	Share	
(Liabilities)					
Underwriting funds:	4,511,848	69.87	4,519,685	68.68	7,837
Outstanding claims	(432,167)		(494,355)		
Underwriting reserve	(4,079,681)		(4,025,330)		
Debentures	-	-	100,000	1.52	100,000
Other liabilities:	213,261	3.30	182,835	2.78	-30,426
Co-insurance business payable	(8,849)		(8,775)		
Reinsurance business payable	(54,060)		(54,712)		
Foreign reinsurance business payable	(22,731)		(18,888)		
Agent business payable	(135)		(346)		
Payable under securities lending transactions	(43,988)		(23,529)		
Income taxes payable	(18,777)		(4,756)		
Guarantee money	(8,110)		(15,564)		
Advance received	(380)		(270)		
Other payable	(24,457)		(23,595)		
Suspense receipts	(22,034)		(21,313)		
Liabilities related to derivative transactions	(5,040)		(7,999)		
Deferred profit on hedge accounting for derivatives	(3,515)		(2,006)		
Other liabilities	(1,179)		(1,077)		
Reserve for employees' retirement and severance benefits	135,943	2.11	84,245	1.28	-51,697
Accrued bonuses for employees	11,271	0.18	11,253	0.17	-18
Reserve for loss on valuation of real estate	1,220	0.02	-	-	-1,220
Reserve for EXPO 2005 Aichi	70	0.00	140	0.00	70
Reserve for price fluctuation	12,998	0.20	19,878	0.30	6,880
Deferred tax liabilities	146,220	2.26	187,653	2.85	41,433
Liabilities under acceptances and guarantees	24,264	0.38	22,360	0.34	-1,903
Total Liabilities	5,057,098	78.32	5,128,052	77.92	70,953
(Shareholders' Equity)					
Common stock	139,595	2.16	139,595	2.12	-
Capital surplus	93,110	1.44	93,118	1.42	8
Additional paid-in capital	(93,107)		(93,107)		
Other capital surplus	(2)		(10)		
(Gain on disposal of treasury stock)	((2))		((10))		
Retained earnings	467,295	7.24	515,623	7.84	48,327
Legal earned reserve	(40,540)		(43,040)		
Appropriated retained earnings	(322,535)		(368,637)		
(Special reserve)	((98,400))		((121,400))		
(Reserve for dividend)	((68,200))		((72,200))		
(Reserve for officers' retirement benefit)	((1,400))		((1,400))		
(Special reserve for policyholders)	((152,900))		((171,900))		
(Reserve for overseas investment loss)	((6))		((5))		
(Reserve for special depreciation)	((950))		((719))		
(Reserve for advanced depreciation)	((677))		((1,011))		
Unappropriated retained earnings	(104,219)		(103,944)		
(Net income for the year)	((72,955))		((60,765))		
Unrealized gains on investments, net of tax	742,524	11.50	768,816	11.68	26,291
Treasury stock	-42,451	-0.66	-64,511	-0.98	-22,059
Total stockholders' equity	1,400,074	21.68	1,452,642	22.08	52,567
Total liabilities and stockholders' equity	6,457,173	100.00	6,580,694	100.00	123,521

Income Statement

(Yen in millions)

Item	FY2003	FY2004	Change
Ordinary income and expenses:			
Ordinary income:	1,832,309	1,821,960	-10,348
Underwriting income:	1,650,339	1,700,211	49,871
Net premiums written	(1,289,665)	(1,314,332)	(24,667)
Deposit premiums from policyholders	(300,819)	(272,692)	(-28,127)
Investment income on deposits by policyholders, etc	(59,812)	(58,549)	(-1,262)
Reversal of underwriting reserve	(-)	(54,350)	(54,350)
Foreign exchange gains	(-)	(225)	(225)
Other underwriting income	(42)	(60)	(17)
Investment income:	176,551	116,883	-59,668
Interest and dividends received	(114,322)	(110,477)	(-3,845)
Investment gain on money trusts	(4,406)	(1,209)	(-3,196)
Gain on sales of securities	(108,720)	(58,504)	(-50,215)
Gain on redemption of securities	(1,499)	(2,975)	(1,476)
Gain on derivative transactions	(7,121)	(1,903)	(-5,218)
Other investment income	(293)	(361)	(67)
Transfer to investment income on deposits by policyholders, etc	(-59,812)	(-58,549)	(1,262)
Other ordinary income	5,418	4,865	-552
Ordinary expenses:	1,665,725	1,742,574	76,849
Underwriting expenses:	1,402,240	1,517,038	114,798
Net claims paid	(653,503)	(783,710)	(130,207)
Loss adjustment expenses	(55,630)	(55,123)	(-506)
Commision and collection expenses	(213,947)	(215,151)	(1,203)
Maturity refunds to policyholders	(461,718)	(400,319)	(-61,398)
Dividends to policyholders	(145)	(184)	(39)
Provision for outstanding claims	(10,890)	(62,188)	(51,297)
Provision for underwriting reserve	(4,983)	(-)	(-4,983)
Foreign exchange losses	(1,091)	(-)	(-1,091)
Other underwriting expenses	(329)	(360)	(31)
Investment expenses:	39,385	14,607	-24,778
Investment loss on money trusts	(34)	(299)	(265)
Loss on sales of securities	(34,147)	(7,145)	(-27,001)
Loss on valuation of securities	(1,511)	(4,472)	(2,961)
Loss on redemption of securities	(8)	(248)	(239)
Foreign exchange losses	(2,244)	(335)	(-1,909)
Other investment expenses	(1,439)	(2,106)	(666)
Operating expenses and general and administrative expenses	215,842	208,472	-7,369
Other ordinary expenses:	8,257	2,456	-5,800
Interest paid	(39)	(288)	(249)
Provision for bad debts	(4,189)	(-)	(-4,189)
Loss on bad debts	(29)	(57)	(28)
Other ordinary expenses	(3,999)	(2,110)	(-1,888)
Ordinary profit	166,584	79,386	-87,198
Extraordinary income and losses:			
Extraordinary income:	3,646	49,520	45,874
Gain on sales of real estate	(3,633)	(4,321)	(687)
Other extraordinary income	(12)	(45,199)	(45,187)
Extraordinary losses:	61,068	30,229	-30,839
Loss on sales of real estate	(6,193)	(2,328)	(-3,864)
Impairment of long-lived assets	(-)	(16,460)	(16,460)
Provision for price fluctuation reserve	(6,491)	(6,880)	(389)
Other extraordinary losses	(48,384)	(4,559)	(-43,824)
Income before income taxes	109,162	98,677	-10,484
Income taxes-current	33,521	11,332	-22,188
Income taxes-deferred	2,685	26,579	23,894
Net income	72,955	60,765	-12,190

FY2004 Summary of statement of operations

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

(Yen in millions)

	FY2003	FY2004	Change	Change Ratio(%)
Direct premiums written (including Deposit premiums from policyholders)	1,629,270	1,621,621	-7,649	-0.5
Direct premiums written	1,328,451	1,348,928	20,477	1.5
Ordinary income and expenses:				
Underwriting income	1,653,737	1,700,211	46,473	2.8
Net premiums written	1,293,063	1,310,237	17,174	1.3
Deposit premiums from policyholders	300,819	272,692	-28,127	-9.4
Underwriting expenses	1,405,638	1,517,038	111,400	7.9
Net claims paid	653,503	783,710	130,207	19.9
Loss adjustment expenses	55,630	55,123	-506	-0.9
Commission and collection expenses	213,947	215,151	1,203	0.6
Maturity refunds to policyholders	461,718	400,319	-61,398	-13.3
Investment income	176,551	116,883	-59,668	-33.8
Interest and dividends received	114,322	110,477	-3,845	-3.4
Gain on sales of securities	108,720	58,504	-50,215	-46.2
Investment expenses	39,385	14,607	-24,778	-62.9
Loss on sales of securities	34,147	7,145	-27,001	-79.1
Loss on valuation of securities	1,511	4,472	2,961	196.0
Operating expenses and general and administrative expenses	215,842	208,472	-7,369	-3.4
Those related to underwriting insurance	201,878	195,409	-6,468	-3.2
Other ordinary income and expenses	-2,839	2,408	5,247	-
Ordinary Profit	166,584	79,386	-87,198	-52.3
Underwriting profit	45,342	-13,923	-59,266	-130.7
Extraordinary income and losses:				
Extraordinary income	3,646	49,520	45,874	1,258.2
Extraordinary losses	61,068	30,229	-30,839	-50.5
Extraordinary income and losses	-57,422	19,291	76,713	-
Income before income taxes	109,162	98,677	-10,484	-9.6
Income taxes-current	33,521	11,332	-22,188	-66.2
Income taxes-deferred	2,685	26,579	23,894	889.9
Net income	72,955	60,765	-12,190	-16.7
Ratios:				
Net loss ratio	54.8%	64.0%		
Net operating expense ratio	32.2%	31.3%		
Yield on investment asset (income yield)	2.33%	2.23%		
Yield on asset management (realized yield)	4.01%	3.24%		

(Reference) (Yield on total return based on the market value:

12.42% for the business year ended March 31, 2004, 3.23% for the business year ended March 31, 2005)

Note: Underwriting profit = Underwriting income - (Underwriting expenses+ operating expenses and general 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 administrative expenses related to underwriting insurance) / Net premiums written x 100

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

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

(Yen in millions)

Lines of Insurance	FY2003			FY2004		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	265,930	1.5	16.3	258,952	-2.6	16.0
Marine	62,013	4.8	3.8	67,047	8.1	4.1
Personal Accident	358,274	2.0	22.0	353,597	-1.3	21.8
Voluntary Automobile	575,596	-1.0	35.3	568,717	-1.2	35.1
Compulsory Automobile Liability	183,855	1.3	11.3	187,180	1.8	11.5
Other	183,599	0.6	11.3	186,124	1.4	11.5
Total	1,629,270	0.7	100.0	1,621,621	-0.5	100.0
(Deposit premiums from policyholders)	(300,819)	(-1.9)	(18.5)	(272,692)	(-9.4)	(16.8)

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2003			FY2004		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	173,633	4.4	13.4	176,467	1.6	13.5
Marine	56,331	7.3	4.4	60,403	7.2	4.6
Personal Accident	124,159	1.2	9.6	131,051	5.6	10.0
Voluntary Automobile	573,803	-1.0	44.4	568,094	-1.0	43.4
Compulsory Automobile Liability	194,018	17.6	15.0	195,741	0.9	14.9
Other	171,115	4.1	13.2	178,480	4.3	13.6
Total	1,293,063	3.4	100.0	1,310,237	1.3	100.0

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2003			FY2004			
	Amount	Change (%)	Net Loss Ratio (%)	Amount	Change (%)	Net Loss Ratio (%)	Change in L/R (%)
Fire	56,873	7.1	34.2	135,057	137.5	78.1	43.9
Marine	26,574	11.2	49.5	25,532	-3.9	44.1	-5.4
Personal Accident	51,133	1.6	44.7	52,805	3.3	43.2	-1.5
Voluntary Automobile	332,515	0.6	63.6	346,566	4.2	66.8	3.2
Compulsory Automobile Liability	82,146	34.8	47.4	113,048	37.6	63.1	15.7
Other	104,259	2.2	63.9	110,699	6.2	64.3	0.4
Total	653,503	5.3	54.8	783,710	19.9	64.0	9.2

Note: 1. Net Loss Ratio = (net claims paid + loss adjustment expenses)/net premiums written × 100

2. GRR premium of the automobile insurance "ModoRich";

For the Year ended March 31, 2004

-3,397 millions of yen

For the Year ended March 31, 2005

4,095 millions of yen

FY2004 Summary of statement of operations

*Excluding the GRR premiums of the automobile insurance "ModoRich" and the effect of abolition of reinsurance to government related to "CALI (Compulsory Automobile Liability Insurance)."

(Yen in millions)

	FY2003	FY2004	Change	Change Ratio(%)
Direct premiums written (including Deposit premiums from policyholders)	1,629,270	1,621,621	-7,649	-0.5
Direct premiums written	1,328,451	1,348,928	20,477	1.5
Ordinary income and expenses:				
Underwriting income	1,613,722	1,638,446	24,724	1.5
Net premiums written	1,202,607	1,219,366	16,758	1.4
Deposit premiums from policyholders	300,819	272,692	-28,127	-9.4
Reversal of outstanding claims	1,078	-	-1,078	-100.0
Reversal of underwriting reserve	49,361	87,552	38,191	77.4
Underwriting expenses	1,365,622	1,455,273	89,651	6.6
Net claims paid	632,759	731,506	98,747	15.6
Loss adjustment expenses	55,630	55,123	-506	-0.9
Commission and collection expenses	213,947	215,151	1,203	0.6
Maturity refunds to policyholders	461,718	400,319	-61,398	-13.3
Provision for outstanding claims	-	52,626	52,626	-
Investment income	176,551	116,883	-59,668	-33.8
Interest and dividends received	114,322	110,477	-3,845	-3.4
Gain on sales of securities	108,720	58,504	-50,215	-46.2
Investment expenses	39,385	14,607	-24,778	-62.9
Loss on sales of securities	34,147	7,145	-27,001	-79.1
Loss on valuation of securities	1,511	4,472	2,961	196.0
Operating expenses and general and administrative expenses	215,842	208,472	-7,369	-3.4
Those related to underwriting insurance	201,878	195,409	-6,468	-3.2
Other ordinary income and expenses	-2,839	2,408	5,247	-
Ordinary Profit	166,584	79,386	-87,198	-52.3
Underwriting profit	45,342	-13,923	-59,266	-130.7
Extraordinary income and losses:				
Extraordinary income	3,646	49,520	45,874	1,258.2
Extraordinary losses	61,068	30,229	-30,839	-50.5
Extraordinary income and losses	-57,422	19,291	76,713	-
Income before income taxes	109,162	98,677	-10,484	-9.6
Income taxes-current	33,521	11,332	-22,188	-66.2
Income taxes-deferred	2,685	26,579	23,894	889.9
Net income	72,955	60,765	-12,190	-16.7
Ratios:				
Net loss ratio	57.2%	64.5%		
Net operating expense ratio	34.6%	33.7%		
Yield on investment asset (income yield)	2.33%	2.23%		
Yield on asset management (realized yield)	4.01%	3.24%		

(Reference) (Yield on total return based on the market value:

12.42% for the business year ended March 31, 2004, 3.23% for the business year ended March 31, 2005)

Note: Underwriting profit = Underwriting income - (Underwriting expenses+ operating expenses and general 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 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 in millions)

Lines of Insurance	FY2003			FY2004		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	265,930	1.5	16.3	258,952	-2.6	16.0
Marine	62,013	4.8	3.8	67,047	8.1	4.1
Personal Accident	358,274	2.0	22.0	353,597	-1.3	21.8
Voluntary Automobile	575,596	-1.0	35.3	568,717	-1.2	35.1
Compulsory Automobile Liability	183,855	1.3	11.3	187,180	1.8	11.5
Other	183,599	0.6	11.3	186,124	1.4	11.5
Total (Deposit premiums from policyholders)	1,629,270 (300,819)	0.7 (-1.9)	100.0 (18.5)	1,621,621 (272,692)	-0.5 (-9.4)	100.0 (16.8)

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2003			FY2004		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	173,633	4.4	13.4	176,467	1.6	13.5
Marine	56,331	7.3	4.4	60,403	7.2	4.6
Personal Accident	124,159	1.2	9.6	131,051	5.6	10.0
Voluntary Automobile	573,803	-1.0	44.4	568,094	-1.0	43.4
Compulsory Automobile Liability	194,018	17.6	15.0	195,741	0.9	14.9
Other	171,115	4.1	13.2	178,480	4.3	13.6
Total	1,293,063	3.4	100.0	1,310,237	1.3	100.0

Based on excluding the effect of abolition of reinsurance to government related to "CALI (Compulsory Automobile Liability Insurance)."

Compulsory Automobile Liability	103,563	4.5		104,870	1.3	
Total	1,202,607	1.5		1,219,366	1.4	

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2003			FY2004			
	Amount	Change (%)	Net Loss Ratio (%)	Amount	Change (%)	Net Loss Ratio (%)	Change in L/R (%)
Fire	56,873	7.1	34.2	135,057	137.5	78.1	43.9
Marine	26,574	11.2	49.5	25,532	-3.9	44.1	-5.4
Personal Accident	51,133	1.6	44.7	52,805	3.3	43.2	-1.5
Voluntary Automobile	332,515	0.6	63.6	346,566	4.2	66.8	3.2
Compulsory Automobile Liability	82,146	34.8	47.4	113,048	37.6	63.1	15.7
Other	104,259	2.2	63.9	110,699	6.2	64.3	0.4
Total	653,503	5.3	54.8	783,710	19.9	64.0	9.2

Based on excluding the effect of abolition of reinsurance to government related to "CALI (Compulsory Automobile Liability Insurance)."

Compulsory Automobile Liability	61,403	2.1	68.8	60,844	-0.9	67.9	-0.9
Total	632,759	2.1	57.2	731,506	15.6	64.5	7.3

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

2. GRR premium of the automobile insurance "ModoRich".

For the Year ended March 31, 2004
For the Year ended March 31, 2005

-3,397 millions of yen
4,095 millions of yen