

[Translation]

SUMMARY OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2004
(Consolidated)

May 21, 2004

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

Securities Code No.: 8752

Stock Exchanges: Tokyo, Osaka, Nagoya

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

Representative: Hiroyuki Uemura, President & Chief Executive Officer

Any inquiry relating hereto:

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 21, 2004

Adoption of the U.S. generally accepted accounting standard: Yes or No

1. Business Results for the year ended March 31, 2004 (from April 1, 2003 to March 31, 2004)

(1) Results of Operations*

*The Company has been merged on October 1, 2001. Results for Fiscal 2002 are compared with the total figure of former The Sumitomo Marine and Fire Insurance Co., Ltd.'s six months ended September 30, 2001 and Mitsui Sumitomo Insurance Co., Ltd.'s year ended March 31, 2002. The same applies to hereunder.

*The amount 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)

	Ordinary income		Ordinary profit		Net income	
For the year ended March 31, 2004	2,066,500	7.6%	174,943	253.0%	77,787	137.1%
For the year ended March 31, 2003	1,920,379	1.0%	49,557	-20.8%	32,812	72.8%

(Yen)

	Net income per share	Net income per share -Diluted	Return on equity	Ordinary profit as a percentage of total assets	Ordinary profit as a percentage of net sales
For the Year ended March 31, 2004	53.94	52.78	6.4%	2.6%	8.5%
For the Year ended March 31, 2003	22.46	21.35	2.8%	0.7%	2.6%

- (Notes)
1. Equity in earnings (losses) of affiliates:
For they ear ended March 31, 2004: -1,708 million For the year ended March 31, 2003: -546 million
 2. The average number of shares in issue during they ear (consolidated):
For they ear ended March 31, 2004: 1,440,547,759 shares
For they ear ended March 31, 2003: 1,457,297,148 shares
 3. Change of accounting method: Yes of No
 4. Percent figures of "Ordinary income", "Ordinary Profit" and "Net Income" represent increase or decrease in comparison with the settlement of account for the preceding business term.

(2) 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, 2004	7,126,961	1,401,911	19.7%	963.51
As at March 31, 2003	6,477,614	1,041,955	16.1%	717.74

(Note) The number of shares issued (consolidated) :
As at March 31, 2004: 1,454,923,183 shares As at March 31, 2003: 1,451,592,169 shares

(3) Conditions of Consolidated Cash Flows

(Yen in millions)

	Cash flows from operating activities	Cash flows from investment activities	Cash flows from financing activities	Cash and cash equivalents at end of year
For the year ended March 31, 2004	181,584	-155,321	-37,727	363,011
For the year ended March 31, 2003	75,878	2,213	-78,840	370,775

(4) Scope of consolidation

Number of consolidated subsidiaries: 24
Number of nonconsolidated subsidiaries accounted for by the equity method: 0
Number of affiliates accounted for by the equity method: 2

(5) Changes in the scope of consolidation

Number of newly consolidated subsidiaries: 0
Number of consolidated subsidiaries excluded from consolidation: 1
Number of nonconsolidated subsidiaries and affiliates newly accounted for by the equity method: 0
Number of nonconsolidated subsidiaries and affiliates ceased to be accounted for by the equity method: 0

2. Forecast of this Business Year (from April 1, 2004 to March 31, 2005)

(Yen in millions)

	Ordinary Income	Ordinary profit	Net income
For the six months ending September 30, 2004	970,000	47,000	49,000
For the business year ending March 31, 2005	1,930,000	97,000	68,000

(Reference) Net income per share expected for the business year ending March 31, 2005 : Yen 46.73

< Operating Results Forecast for the year ending March 31, 2005 >

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 by the Company due to natural disaster is estimated to be Yen18.5 billion, predicting from the past results.
- With regard to prospects for investment income and expenses, it is assumed that there will be no substantial fluctuation in the market interest rates, the foreign exchange rates or the stock prices as of March 31, 2004.

FY2003 Summary of statement of operations

(Yen in millions)

	FY2002	FY2003	Change	Change Ratio(%)
Ordinary Income and Expenses:				
Underwriting income:	1,801,464	1,868,160	66,695	3.7
Net premiums written	1,303,946	1,379,119	75,172	5.8
Deposit premiums from policyholders	306,757	300,819	-5,938	-1.9
Life insurance premiums	124,516	128,104	3,588	2.9
Underwriting expenses:	1,537,363	1,588,600	51,236	3.3
Net claims paid	646,557	680,271	33,714	5.2
Loss adjustment expenses	59,783	58,965	-817	-1.4
Commission and collection expenses	228,342	237,994	9,652	4.2
Maturity refunds to policyholders	538,281	461,718	-76,563	-14.2
Life insurance claims	16,871	17,951	1,079	6.4
Investment income:	115,418	193,451	78,032	67.6
Interest and dividends received	129,332	128,710	-621	-0.5
Gain on sales of securities	47,143	110,708	63,564	134.8
Investment expenses:	79,979	42,195	-37,783	-47.2
Loss on sales of securities	17,252	34,728	17,475	101.3
Loss on valuation of securities	50,647	2,522	-48,125	-95.0
Operating expenses and general and administrative expenses	247,709	245,554	-2,155	-0.9
Other ordinary income and expenses	-2,273	-10,319	-8,045	-
Ordinary profit	49,557	174,943	125,386	253.0
Extraordinary Income and Losses:				
Extraordinary income	21,854	3,753	-18,101	-82.8
Extraordinary losses	16,003	61,199	45,196	282.4
Extraordinary income and losses	5,851	-57,446	-63,297	-1081.8
Income before income taxes	55,408	117,496	62,088	112.1
Income taxes - current	34,846	37,771	2,924	8.4
Income taxes - deferred	-12,753	1,362	14,115	-
Minority interests	502	576	73	14.7
Net income	32,812	77,787	44,974	137.1

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

(Yen in millions)

Lines of Insurance	FY2002			FY2003		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	273,450	3.4	16.2	289,469	5.9	16.6
Marine	69,699	3.9	4.1	76,346	9.5	4.4
Personal Accident	352,110	3.3	20.9	359,217	2.0	20.6
Voluntary Automobile	578,788	-4.4	34.3	585,856	1.2	33.5
Compulsory Automobile Liability	181,560	21.1	10.8	183,855	1.3	10.5
Other	230,809	9.5	13.7	251,407	8.9	14.4
Total (Deposit premiums from policyholders)	1,686,419 (306,757)	2.9 (3.4)	100.0 (18.2)	1,746,152 (300,819)	3.5 (-1.9)	100.0 (17.2)

Net Premiums by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2002			FY2003		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	170,821	2.4	13.1	187,209	9.6	13.6
Marine	57,502	6.9	4.4	64,671	12.5	4.7
Personal Accident	123,290	-1.1	9.4	124,917	1.3	9.0
Voluntary Automobile	577,934	-4.5	44.3	583,654	1.0	42.3
Compulsory Automobile Liability	165,034	82.3	12.7	194,018	17.6	14.1
Other	209,363	7.9	16.1	224,647	7.3	16.3
Total	1,303,946	5.6	100.0	1,379,119	5.8	100.0

Net Claims Paid by Lines of Insurance

(Yen in millions)

Lines of Insurance	FY2002			FY2003		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	57,051	9.4	8.8	60,519	6.1	8.9
Marine	25,870	-12.4	4.0	28,450	10.0	4.2
Personal Accident	50,643	-1.7	7.8	51,486	1.7	7.6
Voluntary Automobile	338,566	-1.0	52.4	341,168	0.8	50.1
Compulsory Automobile Liability	60,948	7.9	9.4	82,146	34.8	12.1
Other	113,477	3.0	17.6	116,499	2.7	17.1
Total	646,557	0.7	100.0	680,271	5.2	100.0

Note: Any figures are amounts before the off-set of intersegment transactions.

Balance Sheets

(Yen in millions,%)

Item	FY2002		FY2003		Change
	Amount	Share	Amount	Share	
(Assets)					
Cash deposits and savings	366,953	5.67	287,588	4.03	-79,365
Call loans	5,000	0.08	64,000	0.90	59,000
Futures bought	1,999	0.03	3,999	0.06	2,000
Monetary claims bought	38,874	0.60	42,834	0.60	3,960
Money trusts	26,803	0.41	28,045	0.39	1,241
Investments in securities	4,542,021	70.12	5,253,715	73.72	711,694
Loans	727,462	11.23	757,917	10.63	30,454
Property and equipment	325,237	5.02	298,041	4.18	-27,196
Other assets	402,171	6.21	403,900	5.67	1,728
Deffered tax assets	35,560	0.55	439	0.01	-35,120
Customers' liabilities under acceptances and guarantees	25,519	0.39	10,470	0.15	-15,048
Reserve for bad debts	-19,977	-0.31	-23,990	-0.34	-4,012
Reserve for loss on investments	-12	-0.00	-	-	12
Total assets	6,477,614	100.00	7,126,961	100.00	649,347
(Liabilities)					
Underwriting funds:	4,992,877	77.08	5,156,421	72.35	163,544
Outstanding claims	(509,149)		(533,042)		(23,892)
Underwriting reserves	(4,483,727)		(4,623,379)		(139,651)
Convertible bonds	22,250	0.34	-	-	-22,250
Other liabilities	210,868	3.25	244,637	3.43	33,768
Reserve for employees' retirement and severance benefits	152,203	2.35	136,037	1.91	-16,165
Accured bonuses for employees	12,126	0.19	13,174	0.18	1,048
Reserve for loss on valuation of real estate	1,220	0.02	1,220	0.02	-
Reserve for EXPO 2005 Aichi	-	-	70	0.00	70
Reserve under the special law:	6,830	0.11	13,437	0.19	6,607
Reserve for price fluctuation	(6,830)		(13,437)		(6,607)
Deffered tax liabilities	7,483	0.12	145,218	2.04	137,735
Liabilities under acceptances and guarantees	25,519	0.39	10,470	0.15	-15,048
Total liabilities	5,431,379	83.85	5,720,687	80.27	289,308
(Minority interests)					
Minority interests	4,278	0.07	4,362	0.06	83
(Shareholders' equity)					
Common stock	128,476	1.98	139,595	1.96	11,119
Capital surplus	81,991	1.27	93,110	1.31	11,118
Retained earnings	404,279	6.24	471,421	6.61	67,141
Unrealized gains on investments, net of tax	449,101	6.93	751,571	10.55	302,469
Foreign currency translation adjustments	-5,922	-0.09	-11,335	-0.16	-5,412
Treasury stock	-15,971	-0.25	-42,451	-0.60	-26,479
Total shareholders' equity	1,041,955	16.08	1,401,911	19.67	359,955
Total liabilities, minority interests and shareholders' equity	6,477,614	100.00	7,126,961	100.00	649,347

Income Statements

(Yen in millions,%)

	FY2002		FY2003		Change
	Amount	Share	Amount	Share	
Ordinary income and expenses:					
Ordinary income:	1,920,379	100.00	2,066,500	100.00	146,121
Underwriting income:	1,801,464	93.81	1,868,160	90.40	66,695
Net premiums written	(1,303,946)		(1,379,119)		(75,172)
Deposit premiums from policyholders	(306,757)		(300,819)		(-5,938)
Investment income on deposits by policyholders ,etc	(65,442)		(59,812)		(-5,629)
Life insurance premiums	(124,516)		(128,104)		(3,588)
Other underwriting income	(801)		(304)		(-496)
Investment income:	115,418	6.01	193,451	9.36	78,032
Interest and dividends received	(129,332)		(128,710)		(-621)
Investment gain on money trusts	(1,375)		(4,406)		(3,030)
Investment gain on trading securities	(467)		(-)		(-467)
Gain on sales of securities	(47,143)		(110,708)		(63,564)
Gain on redemption of securities	(2,014)		(1,515)		(-498)
Gain on derivative transactions	(-)		(7,121)		(7,121)
Other investment income	(526)		(801)		(275)
Transfer to investment income on deposits by policyholders ,etc	(-65,442)		(-59,812)		(5,629)
Other ordinary income	3,495	0.18	4,888	0.24	1,393
Ordinary expenses:	1,870,821	97.42	1,891,557	91.53	20,735
Underwriting expenses:	1,537,363	80.06	1,588,600	76.87	51,236
Net claims paid	(646,557)		(680,271)		(33,714)
Loss adjustment expenses	(59,783)		(58,965)		(-817)
Commision and collection expenses	(228,342)		(237,994)		(9,652)
Maturity refunds to policyholders	(538,281)		(461,718)		(-76,563)
Dividends to policyholders	(79)		(145)		(66)
Life insurance claims	(16,871)		(17,951)		(1,079)
Provision for outstanding claims	(28,939)		(30,463)		(1,524)
Provision for underwriting reserves	(17,503)		(99,509)		(82,005)
Other underwriting expenses	(1,005)		(1,579)		(574)
Investment expenses:	79,979	4.16	42,195	2.04	-37,783
Investment loss on money trusts	(3,851)		(34)		(-3,817)
Loss on sales of securities	(17,252)		(34,728)		(17,475)
Loss on valuation of securities	(50,647)		(2,522)		(-48,125)
Loss on redemption of securities	(23)		(44)		(20)
Loss on derivative transactions	(3,025)		(-)		(-3,025)
Provision for losses for sales of loans	(3)		(-)		(-3)
Other investment expenses	(5,174)		(4,866)		(-307)
Operating expenses and general and administrative expenses	247,709	12.90	245,554	11.88	-2,155
Other ordinary expenses:	5,769	0.30	15,207	0.74	9,438
Interest paid	(879)		(95)		(-784)
Provision for bad debts	(-)		(4,505)		(4,505)
Loss on bad debts	(69)		(32)		(-36)
Amortization of deferred assets under Article 113 of the Insurance Business Law	(396)		(396)		(-)
Equity in losses of affiliates	(546)		(1,708)		(1,161)
Other ordinary expenses	(3,877)		(8,469)		(4,591)
Ordinary profit	49,557	2.58	174,943	8.47	125,386
Extraordinary income and losses:					
Extraordinary income:	21,854	1.14	3,753	0.18	-18,101
Gain on sales of property and equipment	(4,425)		(3,741)		(-684)
Reversal of reserve under the special law	(13,832)		(-)		(-13,832)
Reversal of price fluctuation reserve	((13,832))		((-))		((-13,832))
Other extraordinary income	(3,596)		(12)		(-3,584)
Extraordinary losses:	(16,003)	0.83	(61,199)	2.96	45,196
Loss on sales of property and equipment	(2,570)		(6,208)		(3,638)
Provision for reserve under the special law	(-)		(6,607)		(6,607)
Provision for price fluctuation reserve	((-))		((6,607))		((6,607))
Other extraordinary losses	(13,432)		(48,384)		(34,951)
Income before income taxes	55,408	2.89	117,496	5.69	62,088
Income taxes - current	34,846	1.81	37,771	1.83	2,924
Income taxes - deferred	-12,753	-0.66	1,362	0.07	14,115
Minority Interests	502	0.03	576	0.03	73
Net income	32,812	1.71	77,787	3.76	44,974

Consolidated Statement of Retained Earnings

(Yen in millions)

	FY2002	FY2003	Change
(Capital surplus)			
Balance of capital surplus at beginning of year	81,991	81,991	-
Increase in capital surplus	-	11,118	11,118
Conversion of convertible debentures	(-)	(11,115)	(11,115)
Gain on sales of treasury stock	(-)	(2)	(2)
Balance of capital surplus at end of year	81,991	93,110	11,118
(Retained earnings)			
Balance of retained earnings at beginning of year	383,410	404,279	20,869
Increase in retained earnings	32,812	78,108	45,295
Net income	(32,812)	(77,787)	(44,974)
Adjustment due to change of investment in subsidiaries	(-)	(321)	(321)
Decrease in retained earnings	11,942	10,966	-975
Cash dividends	(10,949)	(10,886)	(-62)
Bonuses to directors	(84)	(80)	(-4)
Adjustment due to change of accounting policies of subsidiaries	(631)	(-)	(-631)
Adjustment due to changes of investment in subsidiaries	(277)	(-)	(-277)
Balance of retained earnings at end of year	404,279	471,421	67,141

Consolidated Statements of Cash Flows

(Yen in millions)

	FY2002	FY2003	Change
Cash flows from operating activities:			
Income before income taxes	55,408	117,496	62,088
Depreciation	22,549	19,307	-3,241
Amortization of excess of cost of investment over underlying net assets	318	9	-309
Increase in outstanding claims	28,939	30,463	1,524
Increase in underwriting reserve	15,633	139,054	123,420
Increase in reserve for bad debts	-6,000	3,971	9,972
Increase in reserve for losses on investments	3	-12	-16
Increase in reserve for employees' retirement and severance benefits	-11,173	-16,164	-4,991
Increase in accrued bonuses for employees	940	1,177	237
Increase in reserve for losses on sales of loans	-1,619	-	1,619
Increase in reserve for EXPO 2005 Aichi	-	70	70
Increase in reserve for price fluctuation	-13,832	6,607	20,439
Interest and dividend income	-129,332	-128,710	621
Gain on investment in securities	18,969	-75,110	-94,080
Interest expenses	879	95	-784
Foreign exchange gain	-1,287	-1,717	-429
Loss on disposal of property and equipment	-636	5,217	5,853
Equity in losses of affiliates	546	1,708	1,161
Acquisition of property and equipment for return of losses	-24,196	-	24,196
Decrease in other assets	-14,530	-7,426	7,104
Increase in other liabilities	6,691	-1,844	-8,536
Others	5,291	-8,079	-13,371
Subtotal	-46,438	86,113	132,552
Interest and dividends received	137,046	134,993	-2,053
Interest paid	-889	-96	793
Income tax paid	-13,839	-39,425	-25,586
Net cash provided by operating activities	75,878	181,584	105,706
Cash flows from investing activities:			
Net increase in deposit at banks	16,121	310	-15,810
Purchase of monetary claims bought	-6,099	-6,700	-600
Proceeds from sales and redemption of monetary claims bought	5,692	2,848	-2,843
Purchase of money trusts	-15,200	-	15,200
Proceeds from sales of money trusts	32,508	3,836	-28,672
Purchase of securities	-730,143	-1,563,483	-833,340
Proceeds from sales and redemption of securities	664,744	1,397,047	732,302
Investment in loans	-204,441	-234,993	-30,552
Collection of loans	239,115	193,489	-45,626
Increase in cash received under securities lending transactions	-	43,988	43,988
Others	3,147	5,778	2,630
II ① Subtotal	5,446	-157,877	-163,324
(I + II ①)	(81,325)	(23,707)	(-57,617)
Acquisition of property and equipment	-10,239	-11,689	-1,449
Proceeds from sales of property and equipment	6,040	13,897	7,856
Others	966	347	-618
Net cash provided by (used in) investing activities	2,213	-155,321	-157,535
Cash flows from financing activities:			
Redemption of Convertible bonds	-62,848	-15	62,832
Acquisition of treasury stock	-4,368	-26,498	-22,130
Cash dividends paid	-10,949	-10,886	62
Cash dividends paid to minority stockholders	-549	-88	461
Others	-124	-237	-112
Net cash used in financing activities	-78,840	-37,727	41,113
Effect of exchange rate changes on cash and cash equivalents	919	903	-16
Net change in cash and cash equivalents	172	-10,561	-10,733
Cash and cash equivalents at beginning of the year	372,383	370,775	-1,608
Increase in cash and cash equivalents related to a collective transfer of insurance portfolio	-	2,988	2,988
Decrease in cash and cash equivalents related to changes of investment in subsidiaries	-1,780	-190	1,590
Cash and cash equivalents at end of the year	370,775	363,011	-7,763