

Financial Results for the Six Months Ended September 30, 2010

1.	Consolidated Balance Sheets	P.2
2.	Consolidated Statements of Income	P.3
3.	Consolidated Statements of Cash Flows	P.4
4.	Consolidated Statements of Changes in Net Assets	P.5

[Notes]

1. The Financial Statements are summarized English translations of audited financial statements prepared to conform to Japanese accounting standards. Notes to Consolidated Financial Statements are not included in this translation.
2. Yen amounts are converted into U.S. dollars at the exchange rate prevailing on September 30, 2010 (83.82 yen per U.S. dollar).
3. Amounts have been rounded down to the nearest one million yen or one million dollars.

1. Consolidated Balance Sheets

	millions of	millions of yen	
	U.S. dollars	As of	As of
	As of	September 30, 2010	March 31, 2010
	September 30, 2010	September 30, 2010	March 31, 2010
Assets			
Cash and deposits	1,212	101,617	106,117
Call loans	4,010	336,200	252,500
Monetary claims bought	5,032	421,850	462,598
Securities	213,509	17,896,371	17,148,392
Loans	38,910	3,261,504	3,443,939
Tangible fixed assets	11,653	976,757	987,134
Intangible fixed assets	290	24,368	25,384
Due from insurance agencies	0	3	29
Due from reinsurers	0	83	407
Other assets	4,291	359,685	347,063
Deferred tax assets	3,917	328,397	306,070
Customers' liabilities for acceptances and guarantees	5	440	440
Allowance for possible loan losses	(106)	(8,912)	(7,924)
Total assets	282,729	23,698,368	23,072,153
Liabilities			
Policy reserves:			
Reserves for outstanding claims	1,267	106,267	119,744
Policy reserves	252,711	21,182,282	20,404,323
Policyholders' dividend reserves	4,280	358,826	336,273
Total policy reserves	258,260	21,647,376	20,860,341
Due to reinsurers	1	104	343
Other liabilities	13,614	1,141,199	1,302,846
Accrued retirement benefits	343	28,785	22,209
Reserve for directors' and corporate auditors' retirement benefits	0	3	20
Reserve for price fluctuations	2,014	168,851	142,961
Deferred tax liabilities	1	128	-
Deferred tax liabilities on revaluation of land	447	37,507	38,327
Acceptances and guarantees	5	440	440
Total liabilities	274,688	23,024,397	22,367,490
Net assets			
Funds, reserve and surplus:			
Foundation funds	2,505	210,000	199,000
Accumulated redeemed foundation funds	2,732	229,000	170,000
Reserve for revaluation	0	2	2
Surplus	3,940	330,261	404,345
Total funds, reserve and surplus	9,177	769,264	773,347
Unrealized gains/losses, revaluation reserve and adjustments:			
Unrealized gains on available-for-sale securities, net of taxes	178	14,934	44,901
Deferred unrealized gains on hedging instruments	2	204	243
Revaluation reserve for land, net of taxes	(1,370)	(114,860)	(113,537)
Foreign currency translation adjustments	(3)	(326)	(292)
Total unrealized gains/losses, revaluation reserve and adjustments	(1,193)	(100,048)	(68,684)
Minority interests	56	4,754	-
Total net assets	8,040	673,970	704,663
Total liabilities and net assets	282,729	23,698,368	23,072,153

2. Consolidated Statements of Income

	millions of	millions of yen	
	U.S. dollars	Six months ended September 30, 2010	Six months ended September 30, 2009
Ordinary income			
Insurance premiums and other	23,146	1,940,155	1,536,646
Investment income:			
[Interest and dividend income]	[2,846]	[238,627]	[239,268]
[Gains on trading securities]	[2]	[211]	[36]
[Gains on sales of securities]	[173]	[14,570]	[19,480]
[Gains on assets in separate accounts]	[-]	[-]	[222,836]
Total investment income	3,470	290,928	482,183
Other ordinary income	791	66,361	67,870
Total ordinary income	27,409	2,297,445	2,086,700
Ordinary expenses			
Benefits and other payments:			
[Claims paid]	[3,766]	[315,680]	[338,281]
[Annuities paid]	[1,733]	[145,273]	[136,603]
[Benefits paid]	[2,383]	[199,795]	[216,869]
[Surrenders]	[3,043]	[255,069]	[255,487]
Total benefits and other payments	11,501	964,085	1,005,444
Provision for policy reserves and other reserves:			
Provision for policy reserves	9,695	812,646	604,618
Provision for interest on policyholders' dividend reserves	5	496	539
Total provision for policy reserves and other reserves	9,701	813,142	605,157
Investment expenses:			
[Interest expenses]	[78]	[6,541]	[7,348]
[Losses on sales of securities]	[122]	[10,291]	[21,786]
[Losses on devaluation of securities]	[347]	[29,126]	[5,958]
[Losses on assets in separate accounts]	[959]	[80,413]	[-]
Total investment expenses	1,757	147,286	112,448
Operating expenses	2,321	194,610	188,629
Other ordinary expenses	1,010	84,731	96,092
Total ordinary expenses	26,292	2,203,856	2,007,772
Ordinary profit	1,116	93,588	78,927
Extraordinary gains			
Gains on disposal of fixed assets, etc.	5	426	149
Total extraordinary gains	5	426	149
Extraordinary losses			
Losses on disposal of fixed assets, etc.	12	1,062	863
Impairment losses on fixed assets	52	4,383	1,448
Provision for reserve for price fluctuations	312	26,204	23,808
Payment to social responsibility reserve	6	550	554
Loss on adjustment for changes of accounting standard for asset retirement obligations	8	691	-
Total extraordinary losses	392	32,890	26,674
Surplus before income taxes and minority interests	729	61,123	52,401
Income taxes:			
Current	238	19,998	944
Deferred	(101)	(8,520)	9,866
Total income taxes	136	11,478	10,811
Surplus before minority interests	592	49,645	-
Minority interests	(2)	(189)	-
Net surplus	594	49,834	41,589

3. Consolidated Statements of Cash Flows

	millions of	millions of yen	
	U.S. dollars	Six months ended	Six months ended
	September 30, 2010	September 30, 2010	September 30, 2009
I. Cash flows from operating activities:			
Surplus before income taxes and minority interests	729	61,123	52,401
Depreciation	195	16,346	16,864
Impairment losses on fixed assets	52	4,383	1,448
Increase (decrease) in reserves for outstanding claims	(37)	(3,118)	(5,325)
Increase (decrease) in policy reserves	9,695	812,646	604,618
Provision for interest on policyholders' dividend reserves	5	496	539
Increase (decrease) in allowance for possible loan losses	11	987	5,009
Increase (decrease) in accrued retirement benefits	78	6,586	8,258
Increase (decrease) in reserve for price fluctuations	312	26,204	23,808
Interest and dividend income	(2,846)	(238,627)	(239,268)
Losses (gains) on securities	1,577	132,235	(192,716)
Interest expenses	78	6,541	7,348
Losses (gains) on tangible fixed assets	4	343	676
Other, net	(63)	(5,330)	(29,576)
Subtotal	9,792	820,818	254,084
Interest and dividends received	3,158	264,759	263,025
Interest paid	(73)	(6,136)	(8,628)
Policyholders' dividends paid	(471)	(39,545)	(39,508)
Other, net	(6)	(550)	(554)
Income taxes refund	25	2,169	19,580
Net cash provided by operating activities (I)	12,425	1,041,514	487,998
II. Cash flows from investing activities:			
Net decrease (increase) in deposits	76	6,412	(11,083)
Purchases of monetary claims bought	(431)	(36,197)	(86,388)
Proceeds from sales and redemption of monetary claims bought	1,043	87,483	68,735
Purchases of securities	(32,771)	(2,746,917)	(2,733,895)
Proceeds from sales and redemption of securities	20,704	1,735,427	2,505,368
Loans made	(658)	(55,159)	(96,575)
Proceeds from collection of loans	2,709	227,074	339,628
Other, net	(3,044)	(255,171)	(453,028)
Subtotal (IIa)	(12,372)	(1,037,048)	(467,239)
[I+IIa]	[53]	[4,466]	[20,758]
Purchases of tangible fixed assets	(113)	(9,476)	(8,307)
Proceeds from sales of tangible fixed assets	28	2,420	988
Other, net	(38)	(3,232)	(2,576)
Net cash used in investing activities	(12,495)	(1,047,336)	(477,135)
III. Cash flows from financing activities:			
Repayment of debt	-	-	(15,040)
Increase in foundation funds	835	70,000	-
Redemption of foundation funds	(703)	(59,000)	-
Payment of interest on foundation funds	(58)	(4,910)	(5,263)
Other, net	51	4,349	-
Net cash provided by (used in) financing activities	124	10,438	(20,303)
IV. Effect of foreign exchange rate changes on cash and cash equivalents	(0)	(5)	2
V. Net increase (decrease) in cash and cash equivalents	55	4,611	(9,438)
VI. Cash and cash equivalents at the beginning of period	536	45,006	60,174
VII. Increase (decrease) in cash and cash equivalents due to change of the consolidation scope	(4)	(392)	-
VIII. Cash and cash equivalents at the end of period	587	49,225	50,735

4. Consolidated Statements of Changes in Net Assets

	millions of	millions of yen	
	U.S. dollars	Six months ended	Six months ended
	September 30, 2010	September 30, 2010	September 30, 2009
Funds, reserve and surplus			
Foundation funds			
Balance at the end of previous period	2,374	199,000	199,000
Changes during the period:			
Financing of additional foundation funds	835	70,000	-
Redemption of foundation funds	(703)	(59,000)	-
Total changes during the period	131	11,000	-
Balance at the end of period	2,505	210,000	199,000
Accumulated redeemed foundation funds			
Balance at the end of previous period	2,028	170,000	170,000
Changes during the period:			
Transfer to accumulated redeemed foundation funds	703	59,000	-
Total changes during the period	703	59,000	-
Balance at the end of period	2,732	229,000	170,000
Reserve for revaluation			
Balance at the end of previous period	0	2	2
Changes during the period	-	-	-
Balance at the end of period	0	2	2
Surplus			
Balance at the end of previous period	4,823	404,345	352,354
Changes during the period:			
Provision for policyholders' dividend reserves	(734)	(61,602)	(44,758)
Transfer to accumulated redeemed foundation funds	(703)	(59,000)	-
Payment of interest on foundation funds	(58)	(4,910)	(5,263)
Net surplus for the period	594	49,834	41,589
Increase due to change of the consolidation scope	3	271	-
Reversal of revaluation reserve for land	15	1,323	613
Total changes during the period	(883)	(74,083)	(7,819)
Balance at the end of period	3,940	330,261	344,535
Total funds, reserve and surplus			
Balance at the end of previous period	9,226	773,347	721,356
Changes during the period:			
Financing of additional foundation funds	835	70,000	-
Provision for policyholders' dividend reserves	(734)	(61,602)	(44,758)
Payment of interest on foundation funds	(58)	(4,910)	(5,263)
Net surplus for the period	594	49,834	41,589
Redemption of foundation funds	(703)	(59,000)	-
Increase due to change of the consolidation scope	3	271	-
Reversal of revaluation reserve for land	15	1,323	613
Total changes during the period	(48)	(4,083)	(7,819)
Balance at the end of period	9,177	769,264	713,537

	millions of	millions of yen	
	U.S. dollars	Six months ended	Six months ended
	September 30, 2010	September 30, 2010	September 30, 2009
Unrealized gains/losses, revaluation reserve and adjustments			
Unrealized gains (losses) on available-for-sale securities, net of taxes			
Balance at the end of previous period	535	44,901	(162,188)
Changes during the period	(357)	(29,967)	171,797
Balance at the end of period	178	14,934	9,608
Deferred unrealized gains (losses) on hedging instruments			
Balance at the end of previous period	2	243	151
Changes during the period	(0)	(39)	98
Balance at the end of period	2	204	249
Revaluation reserve for land, net of taxes			
Balance at the end of previous period	(1,354)	(113,537)	(123,398)
Changes during the period	(15)	(1,323)	(613)
Balance at the end of period	(1,370)	(114,860)	(124,011)
Foreign currency translation adjustments			
Balance at the end of previous period	(3)	(292)	(302)
Changes during the period	(0)	(34)	47
Balance at the end of period	(3)	(326)	(255)
Total unrealized gains/losses, revaluation reserve and adjustments			
Balance at the end of previous period	(819)	(68,684)	(285,737)
Changes during the period	(374)	(31,364)	171,329
Balance at the end of period	(1,193)	(100,048)	(114,408)
Minority interests			
Balance at the end of previous period	-	-	-
Changes during the period	56	4,754	-
Balance at the end of period	56	4,754	-
Total net assets			
Balance at the end of previous period	8,406	704,663	435,619
Changes during the period:			
Financing of additional foundation funds	835	70,000	-
Provision for policyholders' dividend reserves	(734)	(61,602)	(44,758)
Payment of interest on foundation funds	(58)	(4,910)	(5,263)
Net surplus for the period	594	49,834	41,589
Redemption of foundation funds	(703)	(59,000)	-
Increase due to change of the consolidation scope	3	271	-
Reversal of revaluation reserve for land	15	1,323	613
Other changes during the period	(317)	(26,609)	171,329
Total changes during the period	(366)	(30,693)	163,510
Balance at the end of period	8,040	673,970	599,129