

---

## Financial Results for the Six Months Ended September 30, 2014

---

Sumitomo Life Insurance Company announces financial results for the six months ended September 30, 2014.

[Contents]

1. Unaudited Consolidated Financial Statements	P.2
a. Unaudited Consolidated Balance Sheets	P.2
b. Unaudited Consolidated Statements of Income	P.3
c. Unaudited Consolidated Statements of Comprehensive Income	P.4
d. Unaudited Consolidated Statements of Cash Flows	P.5
e. Unaudited Consolidated Statements of Changes in Net Assets	P.6
2. Solvency Margin Ratio on a Consolidated Basis	P.8
3. Non-Consolidated Financial Information	P.9
a. Overall Composition of Investments (General Account)	P.9
b. Fair Value Information of Securities (General Account)	P.10
c. Fair Value Information of Derivative Transactions (General Account)	P.11
d. Risk-Monitored Loans	P.14

[Notes]

The Financial Results are summarized English translations of the original disclosure in Japanese. Notes to the Unaudited Consolidated Financial Statements are not included in these translations.

**The Financial Results with Notes to the Unaudited Consolidated Financial Statements are scheduled to be announced later in a month.**

## 1. Unaudited Consolidated Financial Statements

### a. Unaudited Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2014	As of September 30, 2014
<b>ASSETS:</b>		
Cash and deposits	119,211	176,846
Call loans	471,100	227,000
Monetary claims bought	289,088	242,596
Securities	22,120,098	23,041,255
Loans	2,465,539	2,402,541
Tangible fixed assets	711,065	693,558
Intangible fixed assets	24,122	24,734
Due from agents	3	1
Reinsurance receivables	255	187
Other assets	261,420	291,830
Net defined benefit assets	234	94
Deferred tax assets	130,644	71,299
Allowance for possible loan losses	(2,189)	(1,849)
<b>Total assets</b>	<b>26,590,594</b>	<b>27,170,095</b>
<b>LIABILITIES:</b>		
Policy reserves and other reserves	23,704,788	23,842,775
Reserve for outstanding claims	108,068	112,411
Policy reserves	23,318,460	23,428,765
Policyholders' dividend reserves	278,259	301,598
Reinsurance payables	120	112
Corporate bonds	99,480	99,480
Other liabilities	1,149,679	1,392,411
Net defined benefit liabilities	36,090	56,265
Accrued retirement benefits for directors	13	9
Reserve for price fluctuation	231,492	257,208
Deferred tax liabilities	861	1,103
Deferred tax liabilities for land revaluation	22,164	21,127
<b>Total liabilities</b>	<b>25,244,690</b>	<b>25,670,494</b>
<b>NET ASSETS:</b>		
Foundation funds	270,000	270,000
Reserve for redemption of foundation funds	369,000	369,000
Reserve for revaluation	2	2
Surplus	366,640	340,367
Total funds, reserve and surplus	1,005,643	979,370
Net unrealized gains on available-for-sale securities	422,951	605,865
Land revaluation differences	(74,963)	(76,803)
Foreign currency translation adjustments	2,497	(1,010)
Remeasurements of defined benefit plans	(14,042)	(7,878)
Total accumulated other comprehensive income	336,442	520,172
Minority interests	3,816	58
<b>Total net assets</b>	<b>1,345,903</b>	<b>1,499,601</b>
<b>Total liabilities and net assets</b>	<b>26,590,594</b>	<b>27,170,095</b>

## b. Unaudited Consolidated Statements of Income

(Millions of Yen)

	Six months ended September 30, 2013	Six months ended September 30, 2014
Ordinary income	1,756,699	1,695,300
Insurance premiums and other	1,246,356	1,256,906
Investment income	450,419	386,810
Interest, dividends and other income	274,300	270,037
Gains on trading securities	0	-
Gains on sales of securities	33,128	654
Investment gains on separate accounts	140,002	115,120
Other ordinary income	59,922	51,582
Ordinary expenses	1,640,773	1,606,043
Benefits and other payments	1,122,415	1,159,200
Claims paid	269,746	254,697
Annuity payments	194,005	378,399
Benefits payments	211,030	176,814
Surrender benefits	418,497	311,091
Provision for policy reserves and other reserves	162,113	114,858
Provision for reserves for outstanding claims	-	4,343
Provision for policy reserves	161,895	110,305
Provision for interest on policyholders' dividend reserves	218	209
Investment expenses	115,611	91,711
Interest expenses	4,502	3,758
Losses on sales of securities	1,110	707
Losses on valuation of securities	18	45
Operating expenses	168,389	163,972
Other ordinary expenses	72,241	76,300
Ordinary profit	115,925	89,256
Extraordinary gains	667	2,780
Gains on disposals of fixed assets	667	2,780
Extraordinary losses	48,873	33,683
Losses on disposals of fixed assets	405	705
Impairment losses	6,807	6,699
Provision for reserve for price fluctuation	41,118	25,716
Payments to social responsibility reserve	542	562
Surplus before income taxes and minority interests	67,718	58,353
Income taxes		
Current	44,428	29,258
Deferred	(28,611)	(19,471)
Total income taxes	15,817	9,786
Surplus before minority interests	51,901	48,566
Minority interests	(192)	(124)
Net surplus	52,093	48,690

**c. Unaudited Consolidated Statements of Comprehensive Income**

(Millions of Yen)

	Six months ended September 30, 2013	Six months ended September 30, 2014
Surplus before minority interests	51,901	48,566
Other comprehensive income	24,081	185,601
Net unrealized gains on available-for-sale securities	23,378	182,989
Land revaluation differences	(0)	-
Foreign currency translation adjustments	114	(39)
Remeasurements of defined benefit plans	-	6,164
Share of other comprehensive income(loss) of associates accounted for under the equity method	589	(3,512)
Comprehensive income	75,983	234,167
Comprehensive income attributable to the Parent Company	76,210	234,261
Comprehensive income(loss) attributable to minority interests	(226)	(93)

#### d. Unaudited Consolidated Statements of Cash Flows

(Millions of Yen)

	Six months ended September 30, 2013	Six months ended September 30, 2014
<b>I Cash flows from operating activities:</b>		
Surplus before income taxes and minority interests	67,718	58,353
Depreciation	14,750	13,026
Impairment losses	6,807	6,699
Amortization of goodwill	1,003	1,336
Increase(Decrease) in reserve for outstanding claims	(1,287)	4,343
Increase(Decrease) in policy reserves	161,895	110,305
Provision for interest on policyholders' dividend reserves	218	209
Increase(Decrease) in allowance for possible loan losses	(1,045)	(340)
Increase(Decrease) in accrued retirement benefits	4,842	-
Increase(Decrease) in net defined benefit liabilities	-	9,965
Increase(Decrease) in reserve for price fluctuation	41,118	25,716
Interest, dividends, and other income	(274,300)	(270,037)
Losses(Gains) on securities	(119,504)	(33,599)
Interest expenses	4,502	3,758
Losses(Gains) on tangible fixed assets	(280)	(2,093)
Others, net	(11,197)	(72,235)
Subtotal	(104,759)	(144,592)
Interest, dividends, and other income received	349,897	371,471
Interest paid	(2,136)	(3,666)
Policyholders' dividends paid	(37,591)	(37,012)
Others, net	(542)	(562)
Income taxes paid	(52,584)	(38,446)
Net cash provided by operating activities	152,281	147,191
<b>II Cash flows from investing activities:</b>		
Net decrease(increase) in deposits	98,009	(47,757)
Purchase of monetary claims bought	(141,786)	(102,082)
Proceeds from sales and redemption of monetary claims bought	144,256	149,157
Purchase of securities	(1,893,625)	(2,074,236)
Proceeds from sales and redemption of securities	1,807,310	1,561,208
Loans made	(60,901)	(82,605)
Proceeds from collection of loans	146,829	139,162
Others, net	(354,170)	325,860
Total investment activities ( II a)	(254,079)	(131,294)
[ I + II a ]	[ (101,797) ]	[ 15,897 ]
Purchase of tangible fixed assets	(4,369)	(5,501)
Proceeds from sales of tangible fixed assets	2,208	7,636
Others, net	(927)	(4,029)
Net cash used in investing activities	(257,168)	(133,188)
<b>III Cash flows from financing activities:</b>		
Proceeds from issuance of corporate bonds	99,480	-
Payment of interest on foundation funds	(3,574)	(3,449)
Others, net	(1,774)	(625)
Net cash provided by (used in) financing activities	94,130	(4,074)
<b>IV Effect of foreign exchange rate changes on cash and cash equivalents</b>	8	(0)
<b>V Net increase(decrease) in cash and cash equivalents</b>	(10,747)	9,927
<b>VI Cash and cash equivalents at the beginning of the period</b>	60,792	37,890
<b>VII Cash and cash equivalents at the end of the period</b>	50,045	47,818

## e. Unaudited Consolidated Statements of Changes in Net Assets

Six months ended September 30, 2013

(Millions of Yen)

	Funds, reserve and surplus				
	Foundation funds	Reserve for redemption of foundation funds	Reserve for revaluation	Surplus	Total funds, reserve and surplus
Beginning balance	270,000	369,000	2	323,928	962,931
Changes in the period					
Additions to policyholders' dividend reserves				(58,330)	(58,330)
Payment of interest on foundation funds				(3,574)	(3,574)
Net surplus				52,093	52,093
Reversal of land revaluation differences				590	590
Net changes, excluding funds, reserve and surplus					
Net changes in the period	-	-	-	(9,220)	(9,220)
Ending balance	270,000	369,000	2	314,707	953,710

	Accumulated other comprehensive income(loss)					Minority interests	Total net assets
	Net unrealized gains on available-for-sale securities	Land revaluation differences	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Beginning balance	348,334	(93,037)	(345)	-	254,950	3,212	1,221,094
Changes in the period							
Additions to policyholders' dividend reserves							(58,330)
Payment of interest on foundation funds							(3,574)
Net surplus							52,093
Reversal of land revaluation differences							590
Net changes, excluding funds, reserve and surplus	23,517	(591)	600	-	23,526	775	24,302
Net changes in the period	23,517	(591)	600	-	23,526	775	15,081
Ending balance	371,852	(93,628)	254	-	278,477	3,988	1,236,176

Six months ended September 30, 2014

(Millions of Yen)

	Funds, reserve and surplus				
	Foundation funds	Reserve for redemption of foundation funds	Reserve for revaluation	Surplus	Total funds, reserve and surplus
Beginning balance	270,000	369,000	2	366,640	1,005,643
Cumulative effect of change in accounting policies				(13,213)	(13,213)
Beginning balance after reflecting accounting policy changes	270,000	369,000	2	353,427	992,429
Changes in the period					
Additions to policyholders' dividend reserves				(60,141)	(60,141)
Payment of interest on foundation funds				(3,449)	(3,449)
Net surplus				48,690	48,690
Reversal of land revaluation differences				1,840	1,840
Net changes, excluding funds, reserve and surplus					
Net changes in the period	-	-	-	(13,059)	(13,059)
Ending balance	270,000	369,000	2	340,367	979,370

	Accumulated other comprehensive income(loss)					Minority interests	Total net assets
	Net unrealized gains on available-for-sale securities	Land revaluation differences	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Beginning balance	422,951	(74,963)	2,497	(14,042)	336,442	3,816	1,345,903
Cumulative effect of change in accounting policies							(13,213)
Beginning balance after reflecting accounting policy changes	422,951	(74,963)	2,497	(14,042)	336,442	3,816	1,332,689
Changes in the period							
Additions to policyholders' dividend reserves							(60,141)
Payment of interest on foundation funds							(3,449)
Net surplus							48,690
Reversal of land revaluation differences							1,840
Net changes, excluding funds, reserve and surplus	182,914	(1,840)	(3,507)	6,164	183,730	(3,758)	179,971
Net changes in the period	182,914	(1,840)	(3,507)	6,164	183,730	(3,758)	166,912
Ending balance	605,865	(76,803)	(1,010)	(7,878)	520,172	58	1,499,601

## 2. Solvency Margin Ratio on a Consolidated Basis

(millions of yen)

	As of March 31, 2014	As of September 30, 2014
Solvency margin gross amount (A)	2,772,886	3,015,067
Foundation funds and others	945,868	947,672
Reserve for price fluctuation	231,492	257,208
Contingency reserve	301,807	308,811
Unusual contingency reserve	-	-
General allowance for possible loan losses	1,609	1,192
Net unrealized gains on available-for-sale securities × 90% (Multiplied by 100% if losses)	549,947	787,700
Net unrealized gains on real estate × 85% (Multiplied by 100% if losses)	(85,859)	(84,851)
Total amount of unrecognized actuarial losses and unrecognized past service costs	(20,264)	(11,366)
Excess of continued Zillmerized reserve	619,955	621,698
Qualifying subordinated debt	201,980	201,980
Excess of continued Zillmerized reserve and qualifying subordinated debt not included in margin calculation	-	-
Deduction clause	(53,787)	(90,133)
Others	80,137	75,156
Total amount of risk $\sqrt{(\sqrt{R_1^2 + R_5^2 + R_8 + R_9})^2 + (R_2 + R_3 + R_7)^2} + R_4 + R_6$ (B)	616,378	649,997
Insurance risk $R_1$	81,996	80,656
General insurance risk $R_5$	-	-
Large disaster risk $R_6$	-	-
Third-sector insurance risk $R_8$	50,018	50,597
Insurance risk of small-amount, short-term insurer $R_9$	-	-
Risk of assumed yield $R_2$	220,364	218,371
Minimum guarantee risk $R_7^{**}$	52,793	49,504
Investment risk $R_3$	314,179	353,358
Operational risk $R_4$	14,387	15,049
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	899.7%	927.7%

※ The standard method is used for the calculation of the amount equivalent to minimum guarantee risk.

Note: The amounts and figures in the table above are calculated based on Article 130 of the Insurance Business Act, Article 86-2 and Article 88 of the Ordinance for Enforcement of the Insurance Business Act and Financial Services Agency Public Notice No.23 of 2011.



### 3. Non-Consolidated Financial Information

#### a. Overall Composition of Investments (General Account)

(millions of yen, %)

	As of March 31, 2014		As of September 30, 2014	
	Amount	% of total	Amount	% of total
Cash, deposits and call loans	430,981	1.8	266,628	1.1
Monetary claims bought	289,088	1.2	242,596	1.0
Investments in securities	19,507,535	82.1	20,695,201	84.0
Domestic bonds	12,526,843	52.7	12,731,120	51.7
Domestic stocks	1,218,629	5.1	1,369,809	5.6
Foreign securities	5,729,106	24.1	6,567,356	26.7
Foreign bonds	5,191,255	21.8	5,989,424	24.3
Other foreign securities	537,850	2.3	577,932	2.3
Other securities	32,955	0.1	26,914	0.1
Loans	2,465,539	10.4	2,402,541	9.8
Policy loans	335,002	1.4	328,675	1.3
Industrial and consumer loans	2,130,536	9.0	2,073,865	8.4
Real estate	701,212	2.9	684,213	2.8
Investment property	497,088	2.1	483,340	2.0
Deferred tax assets	123,415	0.5	66,403	0.3
Other assets	255,612	1.1	274,057	1.1
Allowance for possible loan losses	(2,189)	(0.0)	(1,849)	(0.0)
Total	23,771,196	100.0	24,629,791	100.0
Foreign currency denominated assets	3,856,203	16.2	4,414,430	17.9

Note: Real estate is recorded as the sum total of land, buildings and construction in progress.

**b. Fair Value Information of Securities (General Account)**

**(1) Net Valuation Gains and Losses on Trading Securities**

No net valuation gains and losses as of March 31, 2014 or September 30, 2014.

**(2) Fair Value Information of Securities (With Fair Value except for Trading Securities)**

(millions of yen)

	As of March 31, 2014					As of September 30, 2014				
	Book value	Fair value	Net gains (losses)	Net gains (losses)		Book value	Fair value	Net gains (losses)	Net gains (losses)	
				Gains	Losses				Gains	Losses
Held-to-maturity debt securities	1,849,463	2,043,711	194,248	194,450	(202)	2,137,626	2,375,831	238,205	238,607	(401)
Policy-reserve-matching bonds	11,017,008	12,016,439	999,431	1,002,270	(2,839)	11,202,172	12,401,141	1,198,969	1,199,127	(158)
Investments in subsidiaries and affiliated companies	33,173	26,949	(6,224)	-	(6,224)	33,173	25,414	(7,759)	-	(7,759)
Available-for-sale securities	5,696,439	6,295,483	599,044	636,213	(37,169)	6,095,274	6,955,070	859,795	880,944	(21,148)
Domestic bonds	1,049,875	1,072,292	22,416	22,590	(173)	1,056,711	1,091,432	34,721	34,753	(32)
Domestic stocks	773,053	1,122,423	349,370	379,075	(29,705)	773,732	1,268,688	494,955	512,360	(17,405)
Foreign securities	3,576,239	3,784,083	207,844	214,507	(6,663)	3,984,330	4,293,188	308,858	312,466	(3,608)
Foreign bonds	3,570,313	3,779,335	209,022	214,432	(5,409)	3,979,867	4,289,313	309,446	312,347	(2,900)
Other foreign securities	5,926	4,747	(1,178)	75	(1,253)	4,463	3,874	(588)	119	(707)
Other securities	24,635	32,087	7,451	8,062	(610)	17,589	26,324	8,734	8,820	(86)
Monetary claims bought	234,635	246,599	11,963	11,978	(14)	189,909	202,452	12,542	12,543	(0)
Negotiable certificates of deposit	38,000	37,997	(2)	-	(2)	73,000	72,984	(15)	-	(15)
Others	-	-	-	-	-	-	-	-	-	-
Total	18,596,085	20,382,584	1,786,499	1,832,935	(46,436)	19,468,246	21,757,457	2,289,210	2,318,679	(29,468)
Domestic bonds	12,504,427	13,542,685	1,038,257	1,041,418	(3,161)	12,696,399	13,949,794	1,253,395	1,253,627	(232)
Domestic stocks	773,053	1,122,423	349,370	379,075	(29,705)	773,732	1,268,688	494,955	512,360	(17,405)
Foreign securities	5,021,333	5,400,791	379,458	392,399	(12,941)	5,717,615	6,237,213	519,598	531,327	(11,728)
Foreign bonds	4,982,232	5,369,094	386,861	392,324	(5,463)	5,679,977	6,207,924	527,947	531,208	(3,260)
Other foreign securities	39,100	31,697	(7,402)	75	(7,477)	37,637	29,289	(8,348)	119	(8,467)
Other securities	24,635	32,087	7,451	8,062	(610)	17,589	26,324	8,734	8,820	(86)
Monetary claims bought	234,635	246,599	11,963	11,978	(14)	189,909	202,452	12,542	12,543	(0)
Negotiable certificates of deposit	38,000	37,997	(2)	-	(2)	73,000	72,984	(15)	-	(15)
Others	-	-	-	-	-	-	-	-	-	-

Note: The table above includes securities that are deemed appropriate as securities under the Financial Instruments and Exchange Act in Japan.

**Book values of securities whose fair value is not practically determinable are as follows:**

(millions of yen)

	As of March 31, 2014	As of September 30, 2014
Held-to-maturity debt securities	-	-
Unlisted foreign bonds	-	-
Others	-	-
Policy-reserve-matching bonds	-	-
Investments in subsidiaries and affiliated companies	72,290	115,403
Available-for-sale securities	515,586	515,445
Unlisted domestic stocks (excluding over-the-counter stocks)	24,580	24,495
Unlisted foreign stocks (excluding over-the-counter stocks)	490,321	490,321
Unlisted foreign bonds	-	-
Others	685	628
<b>Total</b>	<b>587,876</b>	<b>630,848</b>

**c. Fair Value Information of Derivative Transactions (General Account)**

**(1) Net Gains and Losses on Derivatives**

(millions of yen)

	As of March 31, 2014						As of September 30, 2014					
	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total	Interest-related	Currency-related	Stock-related	Bond-related	Others	Total
Hedge accounting applied	1,834	(272,703)	-	-	-	(270,869)	1,569	(255,591)	-	-	-	(254,022)
Hedge accounting not applied	(847)	(23,098)	(1,317)	1,043	-	(24,220)	(1,707)	(14,538)	(14,120)	979	-	(29,386)
<b>Total</b>	<b>986</b>	<b>(295,802)</b>	<b>(1,317)</b>	<b>1,043</b>	<b>-</b>	<b>(295,090)</b>	<b>(137)</b>	<b>(270,130)</b>	<b>(14,120)</b>	<b>979</b>	<b>-</b>	<b>(283,408)</b>

Notes: Net gains (losses) from derivatives with hedge accounting (fair value hedge method) applied, and net gains (losses) from derivatives with hedge accounting not applied are recorded on the statement of income.

Net gains (losses) from derivatives with hedge accounting (fair value hedge method) applied amounted to loss of ¥249,187 million and loss of ¥236,999 million as of March 31, 2014 and September 30, 2014, respectively.

**(2) Interest-related**

(millions of yen)

Type	As of March 31, 2014				As of September 30, 2014			
	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)
Over-the-counter transactions								
Interest rate swaps								
Receipts fixed, payments floating	54,726	48,721	1,834	1,834	53,010	47,432	1,569	1,569
Receipts floating, payments fixed	34,500	-	(94)	(94)	34,500	-	(55)	(55)
Interest rate swaptions								
Bought								
Receipts floating, payments fixed	120,000	120,000	500	(753)	210,000	150,000	430	(1,651)
	[1,254]				[2,082]			
<b>Total</b>				<b>986</b>				<b>(137)</b>

Notes: 1. Option fees are shown in [ ].

2. Net gains (losses) represent the fair values for interest rate swaps and the difference between the option fees and the fair values for interest rate swaptions.

**(Reference)****Interest rate swaps by contractual maturity dates**

[As of September 30, 2014]

(millions of yen, %)

	Within 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years to 7 years	Over 7 years to 10 years	Over 10 years	Total
Notional amount (receipts fixed, payments floating)	5,578	24,133	20,559	2,662	77	-	53,010
Average fixed rate (receipt)	2.00	1.94	1.27	1.54	1.08	-	1.67
Average floating rate (payment)	0.51	0.40	0.39	0.47	0.81	-	0.41
Notional amount (receipts floating, payments fixed)	34,500	-	-	-	-	-	34,500
Average fixed rate (payment)	0.62	-	-	-	-	-	0.62
Average floating rate (receipt)	0.30	-	-	-	-	-	0.30
Total notional amount	40,078	24,133	20,559	2,662	77	-	87,510

**(3) Currency-related**

(millions of yen)

Type	As of March 31, 2014				As of September 30, 2014			
	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)
Over-the-counter transactions								
Foreign currency forward contracts								
Sold								
(Euro)	3,190,809	914,294	(268,793)	(268,793)	3,649,235	1,002,179	(254,992)	(254,992)
(Australian dollar)	1,261,584	138,831	(100,105)	(100,105)	1,367,250	227,460	(28,660)	(28,660)
(U.S. dollar)	873,240	383,402	(124,732)	(124,732)	1,099,045	318,324	(124,323)	(124,323)
(British pound)	975,384	392,060	(34,318)	(34,318)	1,074,934	456,395	(95,475)	(95,475)
Bought	80,600	-	(9,637)	(9,637)	108,004	-	(6,533)	(6,533)
(U.S. dollar)	1,326	489	(6)	(6)	78,243	489	4,051	4,051
(British pound)	1,326	489	(6)	(6)	49,210	489	3,562	3,562
Currency options								
Bought								
Put	22,043	-	40	(3,485)	3,500	-	-	(596)
(U.S. dollar)	[3,526]	-	40	(3,485)	[596]	-	-	(596)
	22,043	-	40	(3,485)	3,500	-	-	(596)
	[3,526]	-	40	(3,485)	[596]	-	-	(596)
Total				(272,285)				(251,538)

Notes: 1. Option fees are shown in [ ].

2. Regarding assets and liabilities which are denominated in foreign currencies but have fixed settlement in yen under foreign currency forward contracts and currency swaps and are reported in yen amounts in the balance sheets, those foreign currency forward contracts and currency swaps are excluded from the table above.

3. Net gains (losses) represent the fair values for foreign currency forward contracts and the difference between the option fees and the fair values for option transactions.

#### (4) Stock-related

(millions of yen)

Type	As of March 31, 2014				As of September 30, 2014			
	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)
Exchange-traded transactions								
Stock index futures								
Sold	257,919	-	3,809	3,809	194,602	-	(5,327)	(5,327)
Over-the-counter transactions								
Stock index forwards								
Sold	108,510	-	350	350	111,693	-	(7,424)	(7,424)
Stock index options								
Sold								
Call	-	-	-	-	12,000	-	-	-
Put	[ - ]	-	-	-	[142]	-	72	69
Bought								
Call	5,099	-	6	78	834	-	0	10
Put	[85]	-	6	78	[10]	-	0	10
Bought								
Call	60,000	30,000	-	-	12,000	-	-	-
Put	[1,131]	-	712	(419)	[208]	-	72	(136)
Put	24,200	-	-	-	32,672	-	-	-
Put	[5,179]	-	42	(5,136)	[1,468]	-	156	(1,311)
Total				(1,317)				(14,120)

Notes: 1. Option fees are shown in [ ].

2. Net gains (losses) represent the fair values for future tradings and forward tradings and the difference between the option fees and the fair values for option transactions.

#### (5) Bond-related

(millions of yen)

Type	As of March 31, 2014				As of September 30, 2014			
	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)	Notional amount/ contract value	Over 1 year	Fair value	Net gains (losses)
Exchange-traded transactions								
Bond futures								
Sold	293,251	-	1,043	1,043	309,677	-	979	979
Total				1,043				979

Note: Net gains (losses) represent the fair values for future tradings.

#### d. Risk-Monitored Loans

(millions of yen, %)

	As of March 31, 2014	As of September 30, 2014
Loans to bankrupt borrowers	-	-
Loans in arrears	1,139	1,124
Loans in arrears for three months or longer	0	0
Restructured loans	260	-
Total	1,400	1,124
(Percentage of total loans)	(0.06)	(0.05)
(Percentage of total assets)	(0.01)	(0.00)

- Notes: 1. For loans to bankrupt borrowers and substantially bankrupt borrowers, the amount of loans exceeding the value of estimated recovery through disposal of collateral or execution of guarantees is deemed uncollectible and directly deducted. The amount of loans in arrears directly deducted as of March 31, 2014 and September 30, 2014 amounted to ¥40 million and ¥37 million, respectively.
2. Loans to bankrupt borrowers represent the loans on which interest is not accrued due to unlikeliness of repayment of principal or interest resulting from delinquency of principal or interest for a certain period or other reasons ("non-accrual loans") and also meet the conditions stipulated in Article 96 Paragraph 1 Items 3 and 4 of Order for Enforcement of the Corporation Tax Act (Cabinet Order No.97 of 1965).
3. Loans in arrears represent non-accrual loans excluding the loans to bankrupt borrowers (defined in the above) and loans of which interest payments are postponed in order to support these borrowers recovering from financial difficulties. Loans in arrears also include the non-accrual loans to borrowers classified as "borrowers substantially bankrupt" or "borrowers likely to become bankrupt" in the self-assessment of asset quality.
4. Loans in arrears for three months or longer represent the loans on which payments of principal or interest are past due over three months from the day following the contractual due date. Loans in arrears for three months or longer do not include loans classified as loans to bankrupt borrowers or loans in arrears.
5. Restructured loans represent the loans which have been restructured to provide relief to the borrowers by reducing or waiving interest payments, by rescheduling repayments of principal or payments of interest, or by waiving claims for borrowers in order to support their recovery from financial difficulties. Restructured loans do not include loans classified as loans in arrears for three months or longer, loans in arrears or loans to bankrupt borrowers.