

August 8, 2025

Financial Results for the Three Months Ended June 30, 2025

Sumitomo Life Insurance Company announces financial results for the three months ended June 30, 2025.

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The Financial Results are summarized English translations of the original disclosure in Japanese.

1. Unaudited Consolidated Financial Statements

a. Unaudited Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Assets:		
Cash and deposits	1,326,363	1,245,600
Call loans	1,152,304	725,662
Monetary claims bought	550,257	686,685
Money held in trust	62,022	62,491
Securities	38,197,797	38,333,784
Loans	3,559,146	3,441,908
Tangible fixed assets	667,974	667,225
Intangible fixed assets	622,756	582,586
Due from agents	145	128
Reinsurance receivables	51,250	56,410
Other assets	2,068,423	1,944,836
Net defined benefit assets	182,882	182,661
Deferred tax assets	433,080	456,354
Allowance for possible loan losses	(5,583)	(5,406)
Total assets	48,868,823	48,380,928
Liabilities:		
Policy reserves and other reserves	39,514,902	39,110,523
Reserve for outstanding claims	232,120	225,770
Policy reserves	39,071,703	38,630,381
Policyholders' dividend reserves	211,078	254,371
Reinsurance payables	20,051	22,007
Corporate bonds	550,123	545,378
Other liabilities	6,186,424	6,168,710
Net defined benefit liabilities	2,731	2,776
Accrued retirement benefits for directors	1	1
Reserve for price fluctuation	931,700	923,941
Deferred tax liabilities	21,246	21,046
Deferred tax liabilities for land revaluation	12,738	12,705
Total liabilities	47,239,918	46,807,092
Net assets:		
Foundation funds	50,000	50,000
Reserve for redemption of foundation funds	639,000	639,000
Reserve for revaluation	2	2
Surplus	209,331	141,705
Total funds, reserve and surplus	898,333	830,708
Net unrealized gains (losses) on available-for-sale securities	602,992	674,749
Deferred gains (losses) on derivatives under hedge accounting	(65,609)	(61,124)
Land revaluation differences	(46,740)	(46,824)
Foreign currency translation adjustments	140,866	80,439
Remeasurements of defined benefit plans	99,680	96,510
Total accumulated other comprehensive income	731,190	743,750
Non-controlling interests	(619)	(623)
Total net assets	1,628,904	1,573,835
Total liabilities and net assets	48,868,823	48,380,928

b. Unaudited Consolidated Statements of Income

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Ordinary income	1,363,733	1,233,877
Insurance premiums and other	814,269	777,626
Investment income	519,701	428,916
Interest, dividends and other income	286,645	276,917
Gains on money held in trust	1,656	-
Gains on trading securities	28,067	12,259
Gains on sales of securities	75,084	113,512
Investment gains on separate accounts	15,801	17,081
Other ordinary income	29,762	27,334
Ordinary expenses	1,296,216	1,249,210
Benefits and other payments	638,572	638,461
Claims paid	163,772	164,290
Annuity payments	120,396	123,903
Benefits payments	137,928	142,867
Surrender benefits	175,453	153,633
Provision for policy reserves and other reserves	310,195	196,126
Provision for reserve for outstanding claims	-	864
Provision for policy reserves	310,145	195,113
Provision for interest on policyholders' dividend reserves	50	148
Investment expenses	147,958	210,806
Interest expenses	15,508	18,375
Losses on money held in trust	-	104
Losses on sales of securities	39,737	21,868
Losses on valuation of securities	1,826	13,340
Operating expenses	151,635	157,081
Other ordinary expenses	47,854	46,734
Ordinary profit (loss)	67,517	(15,332)
Extraordinary gains	-	7,819
Gains on disposals of fixed assets	-	60
Reversal of reserve for price fluctuation	-	7,758
Extraordinary losses	44,904	106
Losses on disposals of fixed assets	3,195	28
Impairment losses	244	13
Provision for reserve for price fluctuation	41,407	-
Payments to social responsibility reserve	56	63
Surplus (loss) before income taxes	22,612	(7,619)
Income taxes		
Current	1,987	43,647
Deferred	1,158	(49,160)
Total income taxes	3,145	(5,512)
Net surplus (loss)	19,467	(2,106)
Net surplus (loss) attributable to non-controlling interests	(84)	(31)
Net surplus (loss) attributable to the Parent Company	19,551	(2,075)

c. Unaudited Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net surplus (loss)	19,467	(2,106)
Other comprehensive income (loss)	76,191	12,673
Net unrealized gains (losses) on available-for-sale securities	40,156	74,085
Deferred gains (losses) on derivatives under hedge accounting	(18,541)	4,485
Foreign currency translation adjustments	53,187	(56,336)
Remeasurements of defined benefit plans	(2,002)	(3,170)
Share of other comprehensive income (loss) of associates under the equity method	3,392	(6,391)
Comprehensive income (loss)	95,658	10,566
Comprehensive income (loss) attributable to the Parent Company	95,769	10,569
Comprehensive income (loss) attributable to non-controlling interests	(110)	(2)

Notes to the Unaudited Consolidated Balance Sheet as of June 30, 2025

1. SUMITOMO LIFE INSURANCE COMPANY ("the Company")'s assets and liabilities denominated in foreign currencies, except for investments in subsidiaries and affiliates, are translated into Japanese yen at the exchange rate on the balance sheet date. Investments in subsidiaries and affiliates are translated into Japanese yen at the exchange rates on the dates of acquisition.
2. Regarding reserve for incurred but not reported (IBNR) claims for individual life insurance and individual annuity contracts, the Company recognized claims with which incidents prescribed in policy clauses already incurred but were not reported to the Company. After May 8, 2023, the Company ceased the special treatment of paying hospitalized benefits to those who were diagnosed with COVID-19 and recovering at designated hotels or home under medical observations (hereafter "deemed hospitalization"). As a result, the Company calculated the relevant reserve for IBNR claims at the end of the period using the proviso, instead of the main clause of Article 1, Paragraph 1 of Ministry of Finance Notification No. 234 in 1998 (hereafter "IBNR Notification"), because the reserve amount could not be calculated at an appropriate level based on the main clause of that article due to ending of the special treatment described above.

The Company excluded the amounts which were related to deemed hospitalization from the reserve for IBNR claims and benefit payments for all fiscal years stipulated by the main clause of Article 1, Paragraph 1 of the IBNR Notification, and then calculated the reserve for IBNR claims using the same calculation method as the main clause of Article 1, Paragraph 1 of the IBNR Notification.

3. As the proposed appropriations of surplus of the Company for the fiscal year ended March 31, 2025 were approved at the annual meeting of the representatives of policyholders held on July 2, 2025, the consolidated balance sheet as of June 30, 2025 is based on the approval.
4. Securities loaned under security lending agreements amounted to ¥4,863,863 million as of the balance sheet date.
5. Changes in policyholders' dividend reserves for the period ended June 30, 2025 were as follows:

	Millions of Yen
At the beginning of the period	211,078
Transfer from surplus in the previous fiscal year	65,282
Dividend payments to policyholders during the period	22,137
Interest accrued during the period	148
At the end of the period	254,371

6. Other assets and other liabilities included assets and liabilities related to the modified coinsurance in the U.S. subsidiary of ¥669,790 million and ¥604,853 million as of the balance sheet date, respectively.

7. The Company has applied Item 7 of "the Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules" (ASBJ Practical Solution No. 46, March 22, 2024) and has not recognized any current taxes related to the Global Minimum Tax Rules.
8. On June 30, 2025, U.S. time (July 1, 2025, Japan time), Symetra Financial Corporation, the U.S. subsidiary of the Company, reached an agreement to acquire the group life and disability insurance business of Dearborn Group, the subsidiary of Health Care Service Corporation and to enter into a product distribution arrangement with Health Care Service Corporation for expanding the subsidiary's business, particularly in the group life and disability insurance sector.
The impact of the acquisition and the conclusion of the product distribution arrangement on its consolidated financial statements is currently under assessment for the year ending March 31, 2026.
9. On July 17, 2025, Symetra Life Insurance Company, the U.S. subsidiary of the Company, issued surplus notes totaling U.S. \$500 million.

Notes to the Unaudited Consolidated Statement of Income for the Three Months Ended June 30, 2025

1. The amount of depreciation of tangible fixed assets, including real estates for investments, was ¥14,006 million and the amount of amortization of goodwill was ¥7,319 million for the period ended June 30, 2025.
2. The Company reclassifies insurance revenues of Singapore Life Pte. Ltd., which applies International Financial Reporting Standards "Insurance Contracts" (IFRS 17), to present the premium amounts collected in "Insurance premiums and other."

2. Solvency Margin Ratio on a Consolidated Basis

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Solvency margin gross amount (A)	4,771,052	4,980,924
Foundation funds and others	284,360	304,646
Reserve for price fluctuation	931,700	923,941
Contingency reserve	824,189	930,310
Unusual contingency reserve	—	—
General allowance for possible loan losses	5,300	5,109
(Net unrealized gains (losses) on available-for-sale securities (before income tax effect adjustments) and deferred gains (losses) on derivatives under hedge accounting (before income tax effect adjustments)) × 90% (Multiplied by 100% if losses)	737,526	838,392
Net unrealized gains on real estate × 85% (Multiplied by 100% if losses)	170,828	170,675
Total amount of unrecognized actuarial gains (losses) and unrecognized past service costs	140,182	135,721
Excess of continued Zillmerized reserve	785,525	784,647
Qualifying subordinated debt	668,695	668,695
Excess of continued Zillmerized reserve and qualifying subordinated debt not included in margin calculation	—	—
Deduction clause	(176,684)	(179,144)
Others	399,427	397,926
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)	1,502,788	1,560,880
Insurance risk R_1	116,471	113,063
General insurance risk R_5	1,141	1,127
Large disaster risk R_6	1,746	1,730
Third-sector insurance risk R_8	119,868	118,969
Insurance risk of small-amount, short-term insurer R_9	11	11
Risk of assumed yield R_2	182,736	181,389
Minimum guarantee risk R_7^{**}	13,754	14,030
Investment risk R_3	1,251,640	1,311,134
Operational risk R_4	33,747	34,829
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	634.9%	638.2%

※ 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 (General Account)

a. Overall Composition of Investments

(Millions of Yen, %)

	As of March 31, 2025		As of June 30, 2025	
	Amount	% of total	Amount	% of total
Cash, deposits and call loans	2,048,398	5.7	1,611,551	4.4
Monetary claims bought	550,257	1.5	686,685	1.9
Money held in trust	62,022	0.2	62,491	0.2
Investments in securities	29,706,486	82.4	30,235,186	83.4
Domestic bonds	14,022,145	38.9	14,477,688	39.9
Domestic stocks	3,215,077	8.9	3,167,808	8.7
Foreign securities	12,011,504	33.3	12,066,156	33.3
Foreign bonds	8,744,574	24.3	8,923,252	24.6
Other foreign securities	3,266,929	9.1	3,142,903	8.7
Other securities	457,759	1.3	523,532	1.4
Loans	2,069,452	5.7	2,027,175	5.6
Policy loans	218,059	0.6	215,786	0.6
Industrial and consumer loans	1,851,393	5.1	1,811,388	5.0
Real estate	644,133	1.8	645,197	1.8
Investment property	480,382	1.3	482,275	1.3
Deferred tax assets	356,340	1.0	392,165	1.1
Other assets	595,334	1.7	609,537	1.7
Allowance for possible loan losses	(906)	(0.0)	(907)	(0.0)
Total	36,031,519	100.0	36,269,083	100.0
Foreign currency denominated assets	10,484,519	29.1	10,449,117	28.8

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

b. Fair Value Information of Securities (Except for Trading Securities)

(Millions of Yen)

	As of March 31, 2025					As of June 30, 2025				
	Book value	Fair value	Net gains (losses)			Book value	Fair value	Net gains (losses)		
				Gains	Losses				Gains	Losses
Held-to-maturity debt securities	1,855,593	1,858,670	3,076	104,174	(101,098)	1,957,649	1,902,064	(55,584)	96,502	(152,087)
Policy-reserve-matching bonds	13,840,880	12,616,182	(1,224,698)	253,298	(1,477,996)	13,836,023	12,450,302	(1,385,720)	266,992	(1,652,713)
Investments in subsidiaries and affiliated companies	43,459	51,851	8,392	8,392	-	43,459	49,063	5,604	5,604	-
Available-for-sale securities	12,007,747	13,080,871	1,073,123	1,986,442	(913,318)	12,534,405	13,655,805	1,121,400	2,046,899	(925,499)
Domestic bonds	2,268,686	1,815,847	(452,838)	2,066	(454,905)	2,691,341	2,215,264	(476,076)	4,342	(480,418)
Domestic stocks	1,374,169	3,008,954	1,634,784	1,667,123	(32,338)	1,223,424	2,960,998	1,737,573	1,762,753	(25,179)
Foreign securities	7,269,451	7,136,696	(132,755)	266,393	(399,149)	7,317,426	7,138,584	(178,841)	216,637	(395,478)
Foreign bonds	5,415,442	5,254,397	(161,044)	96,724	(257,769)	5,568,612	5,392,003	(176,608)	82,494	(259,102)
Other foreign securities	1,854,009	1,882,298	28,288	169,668	(141,380)	1,748,813	1,746,580	(2,232)	134,143	(136,375)
Other securities	267,547	305,636	38,088	50,601	(12,512)	312,538	364,157	51,619	62,820	(11,201)
Monetary claims bought	468,892	454,936	(13,955)	257	(14,213)	605,674	593,021	(12,653)	347	(13,000)
Negotiable certificates of deposit	359,000	358,799	(200)	-	(200)	384,000	383,778	(221)	-	(221)
Others	-	-	-	-	-	-	-	-	-	-
Total	27,747,681	27,607,575	(140,106)	2,352,307	(2,492,413)	28,371,536	28,057,236	(314,300)	2,415,999	(2,730,300)
Domestic bonds	14,474,984	12,956,531	(1,518,452)	254,223	(1,772,676)	14,953,765	13,243,416	(1,710,348)	269,602	(1,979,951)
Domestic stocks	1,374,843	3,009,747	1,634,903	1,667,242	(32,338)	1,224,098	2,961,840	1,737,741	1,762,921	(25,179)
Foreign securities	10,802,413	10,521,924	(280,489)	379,983	(660,472)	10,891,460	10,511,021	(380,439)	320,307	(700,747)
Foreign bonds	8,905,618	8,588,566	(317,052)	202,040	(519,092)	9,099,861	8,716,218	(383,643)	180,728	(564,371)
Other foreign securities	1,896,795	1,933,357	36,562	177,942	(141,380)	1,791,598	1,794,802	3,203	139,579	(136,375)
Other securities	267,547	305,636	38,088	50,601	(12,512)	312,538	364,157	51,619	62,820	(11,201)
Monetary claims bought	468,892	454,936	(13,955)	257	(14,213)	605,674	593,021	(12,653)	347	(13,000)
Negotiable certificates of deposit	359,000	358,799	(200)	-	(200)	384,000	383,778	(221)	-	(221)
Others	-	-	-	-	-	-	-	-	-	-

Note: 1. The table above includes securities that are deemed appropriate as securities under the Financial Instruments and Exchange Act in Japan.

2. Book values of stocks, etc. without quoted market price are excluded from the table above.

Book values of stocks, etc. without quoted market price are as follows:

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Investments in subsidiaries and affiliated companies	1,300,067	1,305,636
Available-for-sale securities	316,482	331,243
Domestic stocks	21,614	21,602
Foreign stocks	34,558	34,558
Others	260,308	275,082
Total	1,616,550	1,636,879

c. Fair Value Information of Money held in trust

(Millions of Yen)

	As of March 31, 2025					As of June 30, 2025				
	Balance sheet amount	Fair value	Net gains (losses)			Balance sheet amount	Fair value	Net gains (losses)		
				Gains	Losses				Gains	Losses
Money held in trust	62,022	62,022	-	-	-	62,491	62,491	-	-	-

Note: The fair values are determined based on the values reasonably estimated by the financial institutions from which these securities were purchased.

Money held in trust for trading

(Millions of Yen)

	As of March 31, 2025		As of June 30, 2025	
	Balance sheet amount	Net Valuation gains (losses) included in statement of income	Balance sheet amount	Net Valuation gains (losses) included in statement of income
Money held in trust for trading	62,022	(933)	62,491	(908)

Money held in trust except for trading

No money held in trust except for trading as of March 31, 2025 and June 30, 2025.