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Financial Figures for the Consolidated Fiscal Period Ended March 31, 2007

May 23, 2007

Sompo Japan Insurance Inc.

Consolidated Balance Sheet

(Millions of yen)

Books closed Item	End of previous consolidated fiscal period (at March 31, 2006)		End of this consolidated fiscal period (at March 31, 2007)		Increase (decrease)
	Amount	% of total	Amount	% of total	
Assets:					
Cash and deposits	241,823	3.57	196,021	2.80	(45,801)
Call loans	55,000	0.81	69,000	0.99	14,000
Receivables under resale agreements	19,998	0.30	28,966	0.41	8,967
Monetary receivables bought	18,005	0.27	18,978	0.27	973
Money in trust	33,278	0.49	47,963	0.68	14,684
Securities	5,262,320	77.67	5,486,282	78.35	223,961
Loans	458,164	6.76	494,866	7.07	36,702
Property and equipment	230,409	3.40	-	-	-
Tangible fixed assets	-	-	223,878	3.20	-
Intangible fixed assets	-	-	28,340	0.40	-
Other assets	442,174	6.53	415,642	5.94	(26,531)
Deferred tax assets	5,832	0.09	9,050	0.13	3,218
Consolidated goodwill	28,713	0.42	-	-	-
Allowance for possible loan losses	(20,903)	(0.31)	(16,807)	(0.24)	4,096
Allowance for possible losses on investment securities	(4)	(0.00)	(4)	(0.00)	-
Total assets	6,774,812	100.00	7,002,180	100.00	227,367
Liabilities:					
Underwriting funds :	4,798,495	70.83	4,891,683	69.86	93,188
Reserve for outstanding losses and claims	695,167		698,476		
Underwriting reserves	4,103,327		4,193,207		
Other liabilities	232,963	3.44	237,585	3.39	4,621
Reserve for retirement benefits	91,089	1.34	94,959	1.36	3,870
Reserve for bonus payments	12,650	0.19	13,342	0.19	692
Reserve for price fluctuation	24,057	0.36	30,700	0.44	6,642
Deferred tax liabilities	253,503	3.74	279,165	3.99	25,661
Total liabilities	5,412,760	79.90	5,547,436	79.22	134,676
Minority interests	469	0.01	-	-	-
Shareholders' equity:					
Common stock	70,000	1.03	-	-	-
Additional paid-in capital	24,229	0.36	-	-	-
Retained earnings	313,357	4.63	-	-	-
Unrealized gains on securities available for sale, net of tax	959,485	14.16	-	-	-
Foreign currency translation adjustments	(2,633)	(0.04)	-	-	-
Treasury stock	(2,857)	(0.04)	-	-	-
Total shareholders' equity	1,361,582	20.10	-	-	-
Total liabilities, minority interests and shareholders' equity	6,774,812	100.00	-	-	-
Net assets:					
Shareholders' equity:					
Common stock	-	-	70,000	1.00	-
Additional paid-in capital	-	-	24,229	0.35	-
Retained earnings	-	-	362,683	5.18	-
Treasury stock	-	-	(2,832)	(0.04)	-
Total shareholders' equity	-	-	454,080	6.48	-
Valuation and translation adjustments:					
Unrealized gains on securities available for sale, net of tax	-	-	998,702	14.26	-
Foreign currency translation adjustments	-	-	1,091	0.02	-
Total valuation and translation adjustments	-	-	999,793	14.28	-
Stock acquisition rights	-	-	315	0.00	-
Minority interests	-	-	554	0.01	-
Total net assets	-	-	1,454,744	20.78	-
Total liabilities and net assets	-	-	7,002,180	100.00	-

Consolidated Statement of Income

(Millions of yen)

		Term		Previous consolidated		This consolidated		Increase (decrease)
		fiscal period		fiscal period		fiscal period		
		(April 1, 2005 to March 31, 2006)		(April 1, 2006 to March 31, 2007)		(April 1, 2006 to March 31, 2007)		
Item	Amount	% of total	Amount	% of total				
Ordinary income and expenses	Ordinary income:	1,931,473	100.00	1,901,599	100.00			(29,873)
	Underwriting income:	1,802,073	93.30	1,765,470	92.84			(36,603)
	Net premiums written	1,394,783		1,386,662				
	Deposits of premiums by policyholders	157,477		137,001				
	Interest and dividend income on deposits of premiums, etc.	45,685		45,825				
	Life insurance premiums written	196,508		192,997				
	Other underwriting income	7,619		2,982				
	Investment income:	116,518	6.03	125,430	6.60			8,911
	Interest and dividend income	110,321		132,126				
	Investment gain on money in trust	2,808		4,210				
	Investment gain on trading securities	-		175				
	Realized gain on sales of securities	41,511		30,995				
	Gain on redemption of securities	313		382				
	Investment gains on special account	2,340		935				
	Other investment income	4,908		2,430				
	Transfer of interest and dividend income on deposits of premiums, etc.	(45,685)		(45,825)				
	Other ordinary income:	12,881	0.67	10,699	0.56			(2,182)
	Investment gains on the equity method	302		-				
	Other ordinary income	12,578		10,699				
	Ordinary expenses:	1,816,600	94.05	1,791,058	94.19			(25,542)
	Underwriting expenses:	1,559,857	80.76	1,516,738	79.76			(43,119)
	Net claims paid	791,268		820,082				
	Loss adjustment expenses	64,986		69,710				
	Net commissions and brokerage fees	253,748		245,159				
	Maturity refunds to policyholders	235,317		224,401				
	Dividends to policyholders	44		41				
	Life insurance claims paid	36,898		36,122				
	Provision for reserve for outstanding losses and claims	46,827		37,663				
	Provision for underwriting reserves	128,213		82,970				
	Other underwriting expenses	2,551		586				
	Investment expenses:	7,465	0.39	15,220	0.80			7,755
	Investment loss on trading securities	74		-				
Realized loss on sales of securities	617		1,983					
Devaluation loss on securities	317		3,108					
Loss on redemption of securities	318		494					
Loss on derivative products	4,556		7,988					
Other investment expenses	1,580		1,645					
Operating, general and administrative expenses	246,465	12.76	256,186	13.47			9,720	
Other ordinary expenses:	2,811	0.15	2,913	0.15			101	
Interest paid	207		212					
Loss on bad debt	1,055		11					
Investment loss on the equity method	-		1,310					
Other ordinary expenses	1,548		1,378					
Ordinary profit	114,873	5.95	110,541	5.81			(4,331)	
Special gains and losses	Special gains:	12,817	0.66	3,320	0.17			(9,497)
	Gain on sale of property and equipment	1,319		-				
	Gain on sale of fixed assets	-		3,320				
	Other special gains	11,497		-				
	Special losses:	10,094	0.52	19,408	1.02			9,313
	Loss on sale of property and equipment	1,466		-				
	Loss on sale of fixed assets	-		1,181				
	Impairment loss	233		790				
	Provision for price fluctuation reserve	6,474		6,642				
	Loss on reduction of property and equipment	-		0				
	Unrealized loss on property	108		7				
Other special losses	1,810		10,785					
Income before income taxes and minority interests	117,596	6.09	94,453	4.97			(23,143)	
Income taxes (corporate income tax, inhabitant tax, etc.)	21,462	1.11	33,848	1.78			12,386	
Deferred income taxes	28,691	1.49	(1,439)	(0.08)			(30,131)	
Gain on minority interests	65	0.00	100	0.01			34	
Net income	67,377	3.49	61,944	3.26			(5,433)	

Note) Amounts less than the minimum unit are rounded down, whereas percentages are rounded to the nearest whole number.