

UNOFFICIAL TRANSLATION

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Summary of Consolidated Financial Results
for the six months ended September 30, 2011

Supplementary Information

November 18, 2011

NKSJ Holdings, Inc.

(Stock code number : 8630)

Summary of Consolidated Financial Results for the six months ended September 30, 2011

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1. Overview of Consolidated Financial Results for the six months ended September 30, 2011

NKSJ Holdings, Inc.

Overview of Consolidated Financial Results for the six months ended September 30, 2011

(Millions of yen, %)

		Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Rate of change
Ordinary income:	①	1,329,799	1,401,652	71,853	5.4 %
Net premiums written	②	987,832	1,008,643	20,810	2.1
Life insurance premiums written	③	108,905	122,560	13,654	12.5
Ordinary profit (loss)	④	38,888	(57,216)	(96,105)	(247.1)
Net income (loss)	⑤	24,116	(33,309)	(57,425)	(238.1)

(Millions of yen)

		Ordinary profit (loss)			Net income (loss)		
		Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)
Sompo Japan Insurance Inc.	⑥	25,105	(19,766)	(44,871)	18,313	(10,484)	(28,798)
+							
NIPPONKOA Insurance Co., Ltd.	⑦	20,546	10,020	(10,526)	13,148	7,382	(5,766)
+							
Sompo Japan Himawari Life Insurance Co., Ltd.	⑧	(1,329)	(1,738)	(409)	(1,300)	(3,312)	(2,012)
+							
NIPPONKOA Life Insurance Company, Limited	⑨	50	(1,226)	(1,277)	(59)	(1,275)	(1,216)
+							
Consolidation adjustment, etc.	⑩	(5,484)	(44,505)	(39,021)	(5,986)	(25,618)	(19,631)
=							
NKSJ Holdings, Inc. (Consolidated)	⑪	38,888	(57,216)	(96,105)	24,116	(33,309)	(57,425)

Notes)

- In establishing NKSJ Holdings, Inc., the purchase method was applied to account for the business combination. The major component of the above "Consolidation adjustment, etc." is the amount of adjustments due to the application of the purchase method.
- Ordinary profit (loss) and net income (loss) of Sompo Japan Himawari Life Insurance Co., Ltd. and NIPPONKOA Life Insurance Company, Limited represent amounts after reclassifications into the form of the consolidated statement of income.

Summary of Results of Operations by Lines of Business Segments

(Millions of yen)

		Property and casualty insurance business				Life insurance business	Others	Total
		Domestic property and casualty insurance business		Overseas property and casualty insurance business				
		Sompo Japan	NIPPONKOA					
Net premiums written	⑫	980,723	648,064	319,812	27,920	—	—	1,008,643
Life insurance premiums written	⑬	—	—	—	—	122,560	—	122,560
Ordinary profit (loss)	⑭	(54,980)	(19,464)	(32,207)	2,971	(5,576)	368	(57,216)
Net income (loss)	⑮	(34,397)	(10,191)	(21,235)	8,378	(7,621)	330	(33,309)

Note) Ordinary profit (loss) and net income (loss) represent amounts after consolidation adjustments.

Net Incurred Loss due to the Great East Japan Earthquake

(Millions of yen)

		Year ended March 31, 2011			Six months ended September 30, 2011			Total incurred loss C+F
		Net claims paid	Reserve for outstanding losses and claims	Net incurred loss	Net claims paid	Reserve for outstanding losses and claims	Net incurred loss	
		A	B	C=A+B	D	E	F=D+E-B	
Household earthquake insurance	⑯	—	15,035	15,035	119,120	1,090	105,175	120,211
Sompo Japan	⑰	—	8,908	8,908	70,580	646	62,318	71,227
NIPPONKOA	⑱	—	6,126	6,126	48,540	444	42,857	48,984
Others	⑲	47	57,921	57,968	26,253	32,972	1,305	59,274
Sompo Japan	⑳	25	38,540	38,566	11,387	28,323	1,170	39,736
NIPPONKOA	㉑	22	19,380	19,402	14,866	4,648	134	19,537
Total	㉒	47	72,956	73,004	145,374	34,062	106,481	179,485
Sompo Japan	㉓	25	47,449	47,475	81,968	28,969	63,488	110,963
NIPPONKOA	㉔	22	25,507	25,529	63,406	5,093	42,992	68,521

Note) This table represents only amounts of the two major property and casualty insurance subsidiaries.

Sompo Japan Insurance Inc. (Non-consolidated)

Overview of Financial Results for the six months ended September 30, 2011

Summary of Results of Operations

(Millions of yen)

		Six months ended September 30, 2010 (April 1 to September 30, 2010)	Six months ended September 30, 2011 (April 1 to September 30, 2011)	Increase (Decrease)	Rate of change
Ordinary income and expenses:					
Underwriting income and expenses:					
Direct premiums written (including deposits of premiums by policyholders)	(1)	737,131	746,816	9,684	1.3 %
Direct premiums written	(2)	677,684	690,055	12,370	1.8
(+) Net premiums written	(3)	643,682	648,064	4,382	0.7
(-) Net claims paid	(4)	399,085	466,162	67,077	16.8
(-) Loss adjustment expenses	(5)	46,843	45,785	(1,058)	(2.3)
(-) Net commissions and brokerage fees	(6)	107,566	110,754	3,187	3.0
(+) Deposits of premiums by policyholders	(7)	59,446	56,760	(2,685)	(4.5)
(+) Interest and dividend income on deposits of premiums, etc.	(8)	19,612	19,143	(468)	(2.4)
(-) Maturity refunds and dividends to policyholders	(9)	109,736	77,747	(31,988)	(29.2)
(-) Provision for (reversal of) reserve for outstanding losses and claims	(10)	(33,344)	2,939	36,284	—
(-) Provision for (reversal of) underwriting reserves	(11)	(31,319)	(66,008)	(34,688)	—
(+) Other underwriting income and expenses	(12)	(682)	(1,231)	(549)	—
Gross underwriting margin	(13)	123,491	85,356	(38,135)	(30.9)
Operating, general and administrative expenses related to underwriting	(14)	107,074	104,515	(2,559)	(2.4)
Other income and expenses	(15)	(2,243)	(1,252)	991	—
Underwriting profit (loss)	(16)	14,173	(20,411)	(34,584)	(244.0)
Investment income and expenses:					
(+) Interest and dividend income	(17)	43,199	41,261	(1,937)	(4.5)
(+) Investment gains and losses on money trusts	(18)	(414)	0	415	—
(+) Gains and losses on sales of securities	(19)	1,456	14,763	13,306	913.5
(-) Impairment losses on securities	(20)	3,789	27,317	23,527	620.9
(+) Transfer of interest and dividend income on deposits of premiums, etc.	(21)	(19,612)	(19,143)	468	—
(+) Gains and losses on derivatives	(22)	7,044	3,290	(3,754)	(53.3)
(+) Other investment income and expenses	(23)	(12,750)	(5,899)	6,851	—
Gross investment margin	(24)	15,133	6,955	(8,178)	(54.0)
(-) Operating, general and administrative expenses	(25)	112,706	110,593	(2,113)	(1.9)
(+) Other ordinary income and expenses	(26)	(813)	(1,484)	(671)	—
Ordinary profit (loss)	(27)	25,105	(19,766)	(44,871)	(178.7)
Extraordinary gains and losses:					
(+) Extraordinary gains	(28)	3,129	8,799	5,670	181.2
(-) Extraordinary losses	(29)	2,392	144	(2,247)	(93.9)
Net extraordinary gains (losses)	(30)	737	8,655	7,917	1,074.2
Income (loss) before income taxes	(31)	25,842	(11,110)	(36,953)	(143.0)
(-) Income taxes	(32)	218	287	68	31.4
(-) Deferred income taxes	(33)	7,309	(914)	(8,223)	(112.5)
Total income taxes	(34)	7,528	(626)	(8,154)	(108.3)
Net income (loss)	(35)	18,313	(10,484)	(28,798)	(157.2)
Underwriting result:					
(+) Net premiums written	(36)	643,682	648,064	4,382	0.7
(-) Net claims paid	(37)	399,085	466,162	67,077	16.8
(-) Loss adjustment expenses	(38)	46,843	45,785	(1,058)	(2.3)
(-) Operating expenses:	(39)	214,641	215,269	628	0.3
Net commissions and brokerage fees	(40)	107,566	110,754	3,187	3.0
Operating, general and administrative expenses related to underwriting	(41)	107,074	104,515	(2,559)	(2.4)
Underwriting result	(42)	(16,887)	(79,152)	(62,265)	—
Ratios:					
Net loss ratio (%)	(43)	69.3	79.0	9.7	
Net expense ratio (%)	(44)	33.3	33.2	(0.1)	
Underwriting result ratio (%)	(45)	(2.6)	(12.2)	(9.6)	

Sompo Japan Insurance Inc. (Non-consolidated)

Premiums Written and Claims Paid by Business Lines

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	83,312	12.3 %	(3.1) %	87,546	12.7 %	5.1 %
Marine insurance	16,095	2.4	11.0	16,035	2.3	(0.4)
Personal accident insurance	68,042	10.0	(0.0)	70,150	10.2	3.1
Voluntary automobile insurance	319,815	47.2	(0.6)	319,777	46.3	(0.0)
Compulsory automobile liability insurance	90,794	13.4	2.6	97,618	14.1	7.5
Others	99,624	14.7	5.7	98,926	14.3	(0.7)
Total	677,684	100.0	0.7	690,055	100.0	1.8
Deposits of premiums by policyholders	59,446	—	9.6	56,760	—	(4.5)

Net premiums written

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	67,519	10.5 %	(0.2) %	71,138	11.0 %	5.4 %
Marine insurance	12,939	2.0	6.3	12,522	1.9	(3.2)
Personal accident insurance	67,788	10.5	0.5	69,476	10.7	2.5
Voluntary automobile insurance	319,777	49.7	(0.9)	320,882	49.5	0.3
Compulsory automobile liability insurance	85,466	13.3	3.8	86,267	13.3	0.9
Others	90,191	14.0	0.9	87,776	13.5	(2.7)
Total	643,682	100.0	0.3	648,064	100.0	0.7

Net claims paid

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	27,943	(3.6) %	43.3 %	112,226	301.6 %	161.5 %
Marine insurance	7,448	17.8	61.2	7,875	5.7	67.4
Personal accident insurance	34,190	3.0	55.8	35,112	2.7	55.3
Voluntary automobile insurance	190,544	(1.9)	69.4	194,137	1.9	69.7
Compulsory automobile liability insurance	78,071	0.4	98.8	77,567	(0.6)	97.4
Others	60,887	(39.4)	71.8	39,243	(35.5)	48.6
Total	399,085	(9.5)	69.3	466,162	16.8	79.0

Sompo Japan Insurance Inc. (Non-consolidated)

Net Incurred Loss related to Natural Disasters (which occurred in the period)

(Millions of yen)

	Six months ended September 30, 2010			Six months ended September 30, 2011		
	Net claims paid	Reserve for outstanding losses and claims	Net incurred loss	Net claims paid	Reserve for outstanding losses and claims	Net incurred loss
Fire and allied insurance	1,046	385	1,432	5,832	17,985	23,818
Voluntary automobile insurance	260	56	316	1,877	1,464	3,342
Others	97	14	111	99	486	585
Total	1,404	456	1,860	7,809	19,937	27,746

Note)

Net incurred loss = Net claims paid + Reserve for outstanding losses and claims

Reserve for outstanding losses and claims represents amounts deducting reinsurance recoverable on unpaid loss from reserve for outstanding losses and claims of direct insurance and assumed reinsurance.

Breakdown of Operating, General and Administrative Expenses and Loss Adjustment Expenses

(Millions of yen)

	Six months ended September 30, 2010			Six months ended September 30, 2011		
	Amount	Increase (Decrease)	Rate of change	Amount	Increase (Decrease)	Rate of change
Personnel expenses	89,881	7,461	9.1 %	86,658	(3,223)	(3.6) %
Non-personnel expenses	61,784	(4,397)	(6.6)	62,181	396	0.6
Others	7,884	132	1.7	7,539	(345)	(4.4)
Total	159,550	3,196	2.0	156,378	(3,171)	(2.0)

Reserve for Outstanding Losses and Claims

(Millions of yen)

	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Balance	Change	Balance	Change
Fire and allied insurance	25,359	(973)	77,901	7,676
Marine insurance	11,103	(729)	13,273	(448)
Personal accident insurance	54,333	691	58,359	(2,639)
Voluntary automobile insurance	305,687	3,628	304,684	3,242
Compulsory automobile liability insurance	55,210	(608)	56,345	(1,879)
Others	202,763	(35,353)	131,938	(3,011)
Total	654,456	(33,344)	642,503	2,939

Notes)

1. Balance of financial guarantee insurance is included in "Others".

Six months ended September 30, 2010: 47,260 million yen

Six months ended September 30, 2011: 6,616 million yen

2. Change of financial guarantee insurance is included in "Others".

Six months ended September 30, 2010: (33,404) million yen

Six months ended September 30, 2011: (3,344) million yen

Ordinary Underwriting Reserves

(Millions of yen)

	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Balance	Change	Balance	Change
Fire and allied insurance	489,156	(5,365)	413,217	(65,974)
Marine insurance	9,412	636	8,996	430
Personal accident insurance	83,576	6,784	87,914	7,187
Voluntary automobile insurance	185,107	1,555	184,319	1,264
Compulsory automobile liability insurance	367,201	(19,413)	327,559	(15,728)
Others	206,951	13,214	207,920	13,133
Total	1,341,405	(2,588)	1,229,928	(59,687)

Note)

This table excludes reserve for maturity refunds and reserve for dividends to policyholders of savings-type insurance and includes underwriting reserves of earthquake insurance and compulsory automobile liability insurance.

Catastrophic Loss Reserve

(Millions of yen)

	Six months ended September 30, 2010				Six months ended September 30, 2011				Year ended March 31, 2011	
	Reversal	Provision	Balance	Balance ratio	Reversal	Provision	Balance	Balance ratio	Balance	Balance ratio
Fire and allied insurance	—	9,554	158,079	119.9 %	1,445	11,838	181,343	130.0 %	170,950	123.9 %
Marine insurance	280	474	26,425	102.1	127	468	27,512	109.9	27,172	107.2
Personal accident insurance	946	2,125	85,766	63.3	1,359	2,154	82,342	59.3	81,548	64.1
Voluntary automobile insurance	31,552	19,472	26,528	4.1	34,808	19,574	23,421	3.6	38,655	6.0
Others	741	6,113	102,105	56.6	920	3,966	105,391	60.0	102,344	65.4
Total	33,521	37,740	398,906	35.8	38,662	38,002	420,011	37.5	420,671	38.7

Note)

Balance ratio = Balance of catastrophic loss reserve / Net premiums written (excluding earthquake insurance and compulsory automobile liability insurance) × 100

As for the interim fiscal year, net premiums written (excluding earthquake insurance and compulsory automobile liability insurance) are doubled for the calculation of balance ratio.

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

Overview of Financial Results for the six months ended September 30, 2011

Summary of Results of Operations

(Millions of yen)

		Six months ended September 30, 2010 (April 1 to September 30, 2010)	Six months ended September 30, 2011 (April 1 to September 30, 2011)	Increase (Decrease)	Rate of change
Ordinary income and expenses:					
Underwriting income and expenses:					
Direct premiums written (including deposits of premiums by policyholders)	(1)	353,189	363,235	10,045	2.8 %
Direct premiums written	(2)	333,562	340,378	6,816	2.0
(+) Net premiums written	(3)	316,583	319,812	3,228	1.0
(-) Net claims paid	(4)	194,837	261,291	66,454	34.1
(-) Loss adjustment expenses	(5)	17,628	20,257	2,628	14.9
(-) Net commissions and brokerage fees	(6)	52,746	54,302	1,556	3.0
(+) Deposits of premiums by policyholders	(7)	19,627	22,856	3,229	16.5
(+) Interest and dividend income on deposits of premiums, etc.	(8)	10,419	9,637	(782)	(7.5)
(-) Maturity refunds and dividends to policyholders	(9)	55,661	46,120	(9,540)	(17.1)
(-) Provision for (reversal of) reserve for outstanding losses and claims	(10)	(4,031)	(8,303)	(4,271)	—
(-) Provision for (reversal of) underwriting reserves	(11)	(42,272)	(78,043)	(35,770)	—
(+) Other underwriting income and expenses	(12)	(1,039)	(1,496)	(456)	—
Gross underwriting margin	(13)	71,021	55,184	(15,837)	(22.3)
Operating, general and administrative expenses related to underwriting	(14)	59,118	55,867	(3,251)	(5.5)
Other income and expenses	(15)	(796)	(817)	(20)	—
Underwriting profit (loss)	(16)	11,107	(1,500)	(12,607)	(113.5)
Investment income and expenses:					
(+) Interest and dividend income	(17)	21,644	21,985	340	1.6
(+) Investment gains and losses on money trusts	(18)	471	(561)	(1,032)	(219.2)
(+) Gains and losses on sales of securities	(19)	1,784	6,078	4,294	240.6
(-) Impairment losses on securities	(20)	1,177	1,035	(141)	(12.1)
(+) Transfer of interest and dividend income on deposits of premiums, etc.	(21)	(10,419)	(9,637)	782	—
(+) Gains and losses on derivatives	(22)	997	47	(950)	(95.3)
(+) Other investment income and expenses	(23)	(1,961)	(3,771)	(1,810)	—
Gross investment margin	(24)	11,339	13,104	1,765	15.6
(-) Operating, general and administrative expenses	(25)	62,153	58,894	(3,258)	(5.2)
(+) Other ordinary income and expenses	(26)	338	625	287	84.9
Ordinary profit	(27)	20,546	10,020	(10,526)	(51.2)
Extraordinary gains and losses:					
(+) Extraordinary gains	(28)	600	1,182	582	97.0
(-) Extraordinary losses	(29)	2,204	1,663	(540)	(24.5)
Net extraordinary gains (losses)	(30)	(1,603)	(481)	1,122	—
Income before income taxes	(31)	18,942	9,538	(9,403)	(49.6)
(-) Income taxes	(32)	1,244	134	(1,109)	(89.2)
(-) Deferred income taxes	(33)	4,548	2,021	(2,526)	(55.5)
Total income taxes	(34)	5,793	2,156	(3,636)	(62.8)
Net income	(35)	13,148	7,382	(5,766)	(43.9)
Underwriting result:					
(+) Net premiums written	(36)	316,583	319,812	3,228	1.0
(-) Net claims paid	(37)	194,837	261,291	66,454	34.1
(-) Loss adjustment expenses	(38)	17,628	20,257	2,628	14.9
(-) Operating expenses:	(39)	111,864	110,169	(1,694)	(1.5)
Net commissions and brokerage fees	(40)	52,746	54,302	1,556	3.0
Operating, general and administrative expenses related to underwriting	(41)	59,118	55,867	(3,251)	(5.5)
Underwriting result	(42)	(7,747)	(71,906)	(64,159)	—
Ratios:					
Net loss ratio (%)	(43)	67.1	88.0	20.9	
Net expense ratio (%)	(44)	35.3	34.4	(0.9)	
Underwriting result ratio (%)	(45)	(2.4)	(22.5)	(20.1)	

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

Premiums Written and Claims Paid by Business Lines

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	55,550	16.7 %	0.5 %	58,099	17.1 %	4.6 %
Marine insurance	7,410	2.2	8.0	7,465	2.2	0.7
Personal accident insurance	26,810	8.0	(1.6)	26,703	7.8	(0.4)
Voluntary automobile insurance	158,024	47.4	(1.7)	158,691	46.6	0.4
Compulsory automobile liability insurance	39,452	11.8	1.6	42,796	12.6	8.5
Others	46,314	13.9	(0.5)	46,621	13.7	0.7
Total	333,562	100.0	(0.6)	340,378	100.0	2.0
Deposits of premiums by policyholders	19,627	—	10.4	22,856	—	16.5

Net premiums written

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	42,394	13.4 %	(3.1) %	44,278	13.8 %	4.4 %
Marine insurance	6,948	2.2	4.5	6,894	2.2	(0.8)
Personal accident insurance	27,340	8.6	(0.9)	27,314	8.5	(0.1)
Voluntary automobile insurance	157,942	49.9	(1.6)	158,832	49.7	0.6
Compulsory automobile liability insurance	38,280	12.1	3.1	38,556	12.1	0.7
Others	43,679	13.8	(1.1)	43,935	13.7	0.6
Total	316,583	100.0	(1.0)	319,812	100.0	1.0

Net claims paid

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	19,076	(7.1) %	48.6 %	88,131	362.0 %	202.8 %
Marine insurance	2,930	(13.7)	44.1	3,145	7.3	47.6
Personal accident insurance	15,230	(0.6)	60.7	14,463	(5.0)	57.7
Voluntary automobile insurance	101,635	4.5	70.5	99,236	(2.4)	70.2
Compulsory automobile liability insurance	35,912	0.8	100.9	35,707	(0.6)	99.6
Others	20,051	(8.6)	51.0	20,607	2.8	51.9
Total	194,837	0.4	67.1	261,291	34.1	88.0

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

Net Incurred Loss related to Natural Disasters (which occurred in the period)

(Millions of yen)

	Six months ended September 30, 2010			Six months ended September 30, 2011		
	Net claims paid	Reserve for outstanding losses and claims	Net incurred loss	Net claims paid	Reserve for outstanding losses and claims	Net incurred loss
Fire and allied insurance	1,312	413	1,725	5,010	13,456	18,467
Voluntary automobile insurance	124	17	141	1,649	753	2,402
Others	119	352	471	308	559	868
Total	1,557	782	2,339	6,969	14,769	21,738

Note)

Net incurred loss = Net claims paid + Reserve for outstanding losses and claims

Reserve for outstanding losses and claims represents amounts deducting reinsurance recoverable on unpaid loss from reserve for outstanding losses and claims of direct insurance and assumed reinsurance.

Breakdown of Operating, General and Administrative Expenses and Loss Adjustment Expenses

(Millions of yen)

	Six months ended September 30, 2010			Six months ended September 30, 2011		
	Amount	Increase (Decrease)	Rate of change	Amount	Increase (Decrease)	Rate of change
Personnel expenses	44,369	1,781	4.2 %	44,399	29	0.1 %
Non-personnel expenses	31,469	(1,653)	(5.0)	31,266	(203)	(0.6)
Others	3,943	(3)	(0.1)	3,487	(456)	(11.6)
Total	79,782	124	0.2	79,152	(630)	(0.8)

Reserve for Outstanding Losses and Claims

(Millions of yen)

	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Balance	Change	Balance	Change
Fire and allied insurance	20,443	(1,768)	36,578	(7,098)
Marine insurance	5,262	(1,176)	5,514	(899)
Personal accident insurance	18,171	(1,092)	17,159	(436)
Voluntary automobile insurance	131,684	1,048	132,259	1,385
Compulsory automobile liability insurance	25,526	(190)	25,979	(928)
Others	62,752	(851)	63,348	(326)
Total	263,840	(4,031)	280,839	(8,303)

Ordinary Underwriting Reserves

(Millions of yen)

	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Balance	Change	Balance	Change
Fire and allied insurance	358,455	(4,232)	308,824	(44,356)
Marine insurance	4,797	787	4,387	181
Personal accident insurance	31,041	2,144	30,708	2,271
Voluntary automobile insurance	91,586	(109)	91,443	710
Compulsory automobile liability insurance	168,363	(8,763)	149,686	(7,432)
Others	80,254	2,889	79,914	4,846
Total	734,499	(7,284)	664,964	(43,779)

Note)

This table excludes reserve for maturity refunds and reserve for dividends to policyholders of savings-type insurance and includes underwriting reserves of earthquake insurance and compulsory automobile liability insurance.

Catastrophic Loss Reserve

(Millions of yen)

	Six months ended September 30, 2010				Six months ended September 30, 2011				Year ended March 31, 2011	
	Reversal	Provision	Balance	Balance ratio	Reversal	Provision	Balance	Balance ratio	Balance	Balance ratio
Fire and allied insurance	—	2,865	124,003	150.2 %	14,915	3,057	115,352	133.1 %	127,210	145.7 %
Marine insurance	301	307	19,035	137.0	220	301	19,537	141.7	19,456	138.9
Personal accident insurance	1,890	855	19,981	36.5	1,131	856	16,795	30.7	17,070	34.4
Voluntary automobile insurance	21,861	10,889	10,936	3.5	18,981	10,954	13,590	4.3	21,617	6.9
Others	394	2,107	53,214	60.9	855	2,146	56,002	63.7	54,711	70.1
Total	24,448	17,025	227,170	41.0	36,105	17,316	221,279	39.5	240,067	44.1

Note)

Balance ratio = Balance of catastrophic loss reserve / Net premiums written (excluding earthquake insurance and compulsory automobile liability insurance) × 100

As for the interim fiscal year, net premiums written (excluding earthquake insurance and compulsory automobile liability insurance) are doubled for the calculation of balance ratio.

2. Forecasts for the fiscal year ending March 31, 2012 (April 1, 2011 to March 31, 2012)

NKSJ Holdings, Inc. (Consolidated)

(Yen in hundred millions)

	Fiscal year ended March 31, 2011 Result	Fiscal year ending March 31, 2012 Original Forecast (A)	Fiscal year ending March 31, 2012 Revised forecast (B)	Increase (Decrease) (B)-(A)
Full-year				
Ordinary income:	26,216	27,740	28,020	280
Net premiums written	19,332	19,920	19,860	(60)
Life insurance premiums written	2,381	2,410	2,390	(20)
Ordinary profit (loss)	(64)	420	30	(390)
Net income (loss)	(129)	160	(120)	(280)
Dividends per share	20 yen	80 yen	80 yen	- yen

※ NKSJ Holdings, Inc. carried out a reverse split of stocks to combine common stocks at a ratio of four shares to one share as of October 1, 2011. The effect of the reverse split of stocks is considered in estimation of dividends per share for the fiscal year ending March 31, 2012.

Fiscal year ending March 31, 2012

Revised forecast

	Ordinary profit (loss)	Net income (loss)
Sompo Japan Insurance Inc.	340	150
+		
NIPPONKOA Insurance Co., Ltd.	125	60
+		
NKSJ Himawari Life Insurance, Inc.	(7)	(79)
+		
Consolidation adjustment, etc.	(428)	(251)
=		
NKSJ Holdings, Inc. (Consolidated)	30	(120)

< Note to consolidation adjustment, etc. >

In establishing NKSJ Holdings, Inc., the purchase method was applied to account for the business combination. The major component of the "Consolidation adjustment, etc." of the consolidated forecasts for the fiscal year ending March 31, 2012 is the amount of adjustments due to the application of the purchase method.

※ NKSJ Holdings, Inc. merged Sompo Japan Himawari Life Insurance Co., Ltd. and NIPPONKOA Life Insurance Company, Limited and made the post-merger company directly owned by NKSJ Holdings, Inc. as of October 1, 2011. In the above table, forecast of financial results of NKSJ Himawari Life Insurance, Inc. indicates the total of financial results of Sompo Japan Himawari Life Insurance Co., Ltd. for the first half fiscal year ending March 31, 2012, financial results of NIPPONKOA Life Insurance Company, Limited for the first half fiscal year ending March 31, 2012 and forecast of financial results of NKSJ Himawari Life Insurance, Inc. for the second half fiscal year ending March 31, 2012.

Sompo Japan Insurance Inc. (Non-consolidated)

(Yen in hundred millions, %)

	Fiscal year ended March 31, 2011 Result	Fiscal year ending March 31, 2012 Original Forecast (A)	Fiscal year ending March 31, 2012 Revised forecast (B)	Increase (Decrease) (B)-(A)
Full-year				
Net premiums written	12,566	12,810	12,810	-
(Excluding compulsory automobile liability insurance)	10,901	11,059	11,059	-
Net loss ratio	72.5	76.8	78.1	1.3
(Excluding financial guarantee insurance* and compulsory automobile liability insurance)	64.3	73.1	74.6	1.6
Net expense ratio	33.7	33.0	33.2	0.2
(Excluding compulsory automobile liability insurance)	34.8	34.4	34.6	0.2
Combined ratio	106.2	109.8	111.3	1.5
(Excluding financial guarantee insurance* and compulsory automobile liability insurance)	99.0	107.5	109.2	1.8
Underwriting profit	(97)	120	75	(45)
Investment income and expenses	404	505	410	(95)
Ordinary profit	205	490	340	(150)
Net income	121	270	150	(120)

* Net claims paid of financial guarantee insurance is excluded from the figures of net loss ratio and combined ratio, but net premiums written and loss adjustment expenses of it are not excluded.

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

(Yen in hundred millions, %)

	Fiscal year ended March 31, 2011 Result	Fiscal year ending March 31, 2012 Original Forecast (A)	Fiscal year ending March 31, 2012 Revised forecast (B)	Increase (Decrease) (B)-(A)
Full-year				
Net premiums written	6,206	6,220	6,240	20
(Excluding compulsory automobile liability insurance)	5,461	5,432	5,451	19
Net loss ratio	69.6	79.3	83.9	4.6
(Excluding compulsory automobile liability insurance)	65.0	76.9	82.0	5.1
Net expense ratio	35.8	35.6	35.7	0.1
(Excluding compulsory automobile liability insurance)	37.2	37.4	37.4	-
Combined ratio	105.3	115.0	119.6	4.7
(Excluding compulsory automobile liability insurance)	102.2	114.3	119.4	5.1
Underwriting profit	(249)	(50)	(115)	(65)
Investment income and expenses	284	314	287	(27)
Ordinary profit	(3)	210	125	(85)
Net income	(64)	110	60	(50)

Overview of Business Results of Principal Consolidated Subsidiaries

Sompo Japan Insurance Inc. (Non-consolidated)

Interim Balance Sheets

	As of March 31, 2011	As of September 30, 2011	Increase (Decrease)
	Amount	Amount	
(Millions of yen)			
Assets:			
Cash and deposits	89,494	67,204	(22,289)
Call loans	67,800	73,600	5,800
Receivables under resale agreements	33,490	76,486	42,996
Monetary receivables bought	29,823	28,802	(1,020)
Money trusts	237	287	50
Securities	3,359,247	3,156,026	(203,221)
Loans	455,617	422,453	(33,163)
Tangible fixed assets	211,597	208,094	(3,502)
Intangible fixed assets	96	96	0
Other assets	381,845	354,957	(26,888)
Deferred tax assets	168,619	215,821	47,201
Allowance for possible loan losses	(3,477)	(3,290)	186
Allowance for possible investment losses	(8,019)	(8,116)	(97)
Total assets	4,786,371	4,592,422	(193,948)
Liabilities:			
Underwriting funds:	3,645,004	3,581,936	(63,068)
Reserve for outstanding losses and claims	639,564	642,503	2,939
Underwriting reserves	3,005,440	2,939,432	(66,008)
Corporate bonds	128,000	128,000	—
Other liabilities	207,245	174,894	(32,351)
Reserve for retirement benefits	77,984	80,610	2,625
Reserve for bonus payments	14,793	17,088	2,295
Reserves under the special laws:	17,305	8,912	(8,393)
Reserve for price fluctuation	17,305	8,912	(8,393)
Total liabilities	4,090,334	3,991,441	(98,893)
Net assets:			
Shareholders' equity:			
Common stock	70,000	70,000	—
Capital surplus	24,229	24,229	—
Retained earnings	305,999	295,514	(10,484)
Total shareholders' equity	400,229	389,744	(10,484)
Valuation and translation adjustments:			
Unrealized gains on securities available for sale, net of tax	295,807	211,236	(84,570)
Total valuation and translation adjustments	295,807	211,236	(84,570)
Total net assets	696,037	600,981	(95,055)
Total liabilities and net assets	4,786,371	4,592,422	(193,948)

Sompo Japan Insurance Inc. (Non-consolidated)

Interim Statements of Income

(Millions of yen)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)	Six months ended September 30, 2011 (April 1 to September 30, 2011)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	827,255	834,865	7,610	0.9 %
Underwriting income:	790,050	790,896	846	0.1
Net premiums written	643,682	648,064	4,382	0.7
Deposits of premiums by policyholders	59,446	56,760	(2,685)	(4.5)
Interest and dividend income on deposits of premiums, etc.	19,612	19,143	(468)	(2.4)
Reversal of reserve for outstanding losses and claims	33,344	—	(33,344)	(100.0)
Reversal of underwriting reserves	31,319	66,008	34,688	110.8
Investment income:	33,840	41,066	7,226	21.4
Interest and dividend income	43,199	41,261	(1,937)	(4.5)
Investment gains on money trusts	0	0	0	77.3
Investment gains on trading securities	62	28	(33)	(53.9)
Gains on sales of securities	3,066	15,485	12,419	405.0
Transfer of interest and dividend income on deposits of premiums, etc.	(19,612)	(19,143)	468	—
Other ordinary income	3,363	2,901	(462)	(13.7)
Ordinary expenses:	802,150	854,631	52,481	6.5
Underwriting expenses:	666,558	705,540	38,981	5.8
Net claims paid	399,085	466,162	67,077	16.8
Loss adjustment expenses	46,843	45,785	(1,058)	(2.3)
Net commissions and brokerage fees	107,566	110,754	3,187	3.0
Maturity refunds to policyholders	109,687	77,717	(31,969)	(29.1)
Provision for reserve for outstanding losses and claims	—	2,939	2,939	—
Investment expenses:	18,707	34,111	15,404	82.3
Investment losses on money trusts	414	—	(414)	(100.0)
Losses on sales of securities	1,609	722	(887)	(55.1)
Impairment losses on securities	3,789	27,317	23,527	620.9
Operating, general and administrative expenses	112,706	110,593	(2,113)	(1.9)
Other ordinary expenses:	4,177	4,386	209	5.0
Interest paid	3,552	3,751	199	5.6
Ordinary profit (loss)	25,105	(19,766)	(44,871)	(178.7)
Extraordinary gains:	3,129	8,799	5,670	181.2
Gains on disposal of fixed assets	40	405	365	894.8
Reversal of reserves under the special laws:	—	8,393	8,393	—
Reversal of reserve for price fluctuation	—	8,393	8,393	—
Other extraordinary gains	3,088	—	(3,088)	(100.0)
Extraordinary losses:	2,392	144	(2,247)	(93.9)
Losses on disposal of fixed assets	206	144	(61)	(29.8)
Impairment losses	259	—	(259)	(100.0)
Provision for reserves under the special laws:	1,159	—	(1,159)	(100.0)
Provision for reserve for price fluctuation	1,159	—	(1,159)	(100.0)
Other extraordinary losses	767	—	(767)	(100.0)
Income (loss) before income taxes	25,842	(11,110)	(36,953)	(143.0)
Income taxes	218	287	68	31.4
Deferred income taxes	7,309	(914)	(8,223)	(112.5)
Total income taxes	7,528	(626)	(8,154)	(108.3)
Net income (loss)	18,313	(10,484)	(28,798)	(157.2)
Underwriting result:				
Net premiums written (+)	643,682	648,064	4,382	0.7
Net claims paid (—)	399,085	466,162	67,077	16.8
Loss adjustment expenses (—)	46,843	45,785	(1,058)	(2.3)
Operating expenses: (—)	214,641	215,269	628	0.3
Net commissions and brokerage fees	107,566	110,754	3,187	3.0
Operating, general and administrative expenses related to underwriting	107,074	104,515	(2,559)	(2.4)
Underwriting result	(16,887)	(79,152)	(62,265)	—
Underwriting profit (loss)	14,173	(20,411)	(34,584)	(244.0)
Ratios:				
Net loss ratio (%)	69.3	79.0	9.7	
Net expense ratio (%)	33.3	33.2	(0.1)	
Underwriting result ratio (%)	(2.6)	(12.2)	(9.6)	

Sompo Japan Insurance Inc. (Non-consolidated)

Premiums Written and Claims Paid by Business Lines

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	83,312	12.3 %	(3.1) %	87,546	12.7 %	5.1 %
Marine insurance	16,095	2.4	11.0	16,035	2.3	(0.4)
Personal accident insurance	68,042	10.0	(0.0)	70,150	10.2	3.1
Voluntary automobile insurance	319,815	47.2	(0.6)	319,777	46.3	(0.0)
Compulsory automobile liability insurance	90,794	13.4	2.6	97,618	14.1	7.5
Others	99,624	14.7	5.7	98,926	14.3	(0.7)
Total	677,684	100.0	0.7	690,055	100.0	1.8
Deposits of premiums by policyholders	59,446	—	9.6	56,760	—	(4.5)

Net premiums written

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	67,519	10.5 %	(0.2) %	71,138	11.0 %	5.4 %
Marine insurance	12,939	2.0	6.3	12,522	1.9	(3.2)
Personal accident insurance	67,788	10.5	0.5	69,476	10.7	2.5
Voluntary automobile insurance	319,777	49.7	(0.9)	320,882	49.5	0.3
Compulsory automobile liability insurance	85,466	13.3	3.8	86,267	13.3	0.9
Others	90,191	14.0	0.9	87,776	13.5	(2.7)
Total	643,682	100.0	0.3	648,064	100.0	0.7

Net claims paid

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	27,943	(3.6) %	43.3 %	112,226	301.6 %	161.5 %
Marine insurance	7,448	17.8	61.2	7,875	5.7	67.4
Personal accident insurance	34,190	3.0	55.8	35,112	2.7	55.3
Voluntary automobile insurance	190,544	(1.9)	69.4	194,137	1.9	69.7
Compulsory automobile liability insurance	78,071	0.4	98.8	77,567	(0.6)	97.4
Others	60,887	(39.4)	71.8	39,243	(35.5)	48.6
Total	399,085	(9.5)	69.3	466,162	16.8	79.0

Sompo Japan Insurance Inc. (Non-consolidated)

Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	1,476,906	1,222,835
Capital and funds, etc.	400,229	310,263
Reserve for price fluctuation	17,305	8,912
Contingency reserve	611	611
Catastrophic loss reserve	487,656	426,395
General allowance for possible loan losses	404	232
Unrealized gains on securities (before tax effect deductions)	415,622	292,629
Net unrealized gains and losses on real estate	30,177	24,453
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	128,000	128,000
Deductions	157,360	72,124
Others	154,258	103,461
(B) Total Risks	394,555	344,473
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	77,389	77,343
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	5,144	5,100
Investment risk (R_4)	173,292	157,642
Business management risk (R_5)	8,938	7,928
Major catastrophe risk (R_6)	191,119	156,356
(C) Solvency Margin Ratio	748.6 %	709.9 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above figures are calculated based on Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Law and the provisions of Notification No. 50 of the Ministry of Finance (1996).

[Reference] The figures based on new standards to be applied from March 31, 2012

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	1,476,906	1,222,835
Capital and funds, etc.	400,229	310,263
Reserve for price fluctuation	17,305	8,912
Contingency reserve	611	611
Catastrophic loss reserve	487,656	426,395
General allowance for possible loan losses	404	232
Unrealized gains on securities (before tax effect deductions)	415,622	292,629
Net unrealized gains and losses on real estate	30,177	24,453
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	128,000	128,000
Excess amount of reserve for maturity refunds and subordinated debt, etc. which are excluded from total solvency margin	—	—
Deductions	157,360	72,124
Others	154,258	103,461
(B) Total Risks	525,109	473,723
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	108,300	108,222
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	18,681	18,480
Investment risk (R_4)	301,892	268,110
Business management risk (R_5)	12,070	11,023
Major catastrophe risk (R_6)	174,665	156,356
(C) Solvency Margin Ratio	562.5 %	516.2 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The "new standards" is the revision of the current standards which reflects the revisions of Cabinet Office Ordinance No. 23 and the provisions of Notification No. 48 of the Financial Services Agency issued on April 20, 2010 (application from March 31, 2012).

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

Interim Balance Sheets

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	124,674	116,769	(7,905)
Call loans	10,000	30,000	20,000
Monetary receivables bought	2,449	1,865	(584)
Money trusts	46,313	45,601	(712)
Securities	1,697,112	1,602,504	(94,608)
Loans	200,717	191,623	(9,093)
Tangible fixed assets	127,897	125,802	(2,095)
Intangible fixed assets	526	526	(0)
Other assets	169,264	130,801	(38,463)
Deferred tax assets	82,262	92,813	10,551
Allowance for possible loan losses	(2,028)	(2,022)	5
Allowance for possible investment losses	—	(3)	(3)
Total assets	2,459,190	2,336,281	(122,909)
Liabilities:			
Underwriting funds:	1,982,929	1,896,583	(86,346)
Reserve for outstanding losses and claims	289,142	280,839	(8,303)
Underwriting reserves	1,693,786	1,615,743	(78,043)
Other liabilities	73,476	51,631	(21,844)
Reserve for retirement benefits	23,217	25,871	2,654
Reserve for bonus payments	5,415	5,589	174
Reserves under the special laws:	8,611	10,044	1,432
Reserve for price fluctuation	8,611	10,044	1,432
Total liabilities	2,093,650	1,989,720	(103,930)
Net assets:			
Shareholders' equity:			
Common stock	91,249	91,249	—
Capital surplus	46,702	46,702	—
Retained earnings	92,050	99,432	7,382
Total shareholders' equity	230,001	237,383	7,382
Valuation and translation adjustments:			
Unrealized gains on securities available for sale, net of tax	131,995	103,672	(28,322)
Deferred gains on hedges	3,543	5,504	1,961
Total valuation and translation adjustments	135,538	109,177	(26,361)
Total net assets	365,539	346,560	(18,979)
Total liabilities and net assets	2,459,190	2,336,281	(122,909)

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

Interim Statements of Income

(Millions of yen)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)	Six months ended September 30, 2011 (April 1 to September 30, 2011)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	412,305	466,967	54,662	13.3 %
Underwriting income:	392,950	438,662	45,711	11.6
Net premiums written	316,583	319,812	3,228	1.0
Deposits of premiums by policyholders	19,627	22,856	3,229	16.5
Interest and dividend income on deposits of premiums, etc.	10,419	9,637	(782)	(7.5)
Reversal of reserve for outstanding losses and claims	4,031	8,303	4,271	105.9
Reversal of underwriting reserves	42,272	78,043	35,770	84.6
Investment income:	18,613	27,449	8,835	47.5
Interest and dividend income	21,644	21,985	340	1.6
Investment gains on money trusts	609	0	(609)	(100.0)
Gains on sales of securities	5,712	15,049	9,336	163.4
Transfer of interest and dividend income on deposits of premiums, etc.	(10,419)	(9,637)	782	—
Other ordinary income	741	855	114	15.5
Ordinary expenses:	391,759	456,947	65,188	16.6
Underwriting expenses:	321,928	383,478	61,549	19.1
Net claims paid	194,837	261,291	66,454	34.1
Loss adjustment expenses	17,628	20,257	2,628	14.9
Net commissions and brokerage fees	52,746	54,302	1,556	3.0
Maturity refunds to policyholders	55,646	46,110	(9,535)	(17.1)
Investment expenses:	7,273	14,344	7,070	97.2
Investment losses on money trusts	138	561	423	305.1
Losses on sales of securities	3,928	8,970	5,042	128.3
Impairment losses on securities	1,177	1,035	(141)	(12.1)
Operating, general and administrative expenses	62,153	58,894	(3,258)	(5.2)
Other ordinary expenses:	402	229	(172)	(42.9)
Interest paid	16	13	(2)	(15.4)
Ordinary profit	20,546	10,020	(10,526)	(51.2)
Extraordinary gains:	600	1,182	582	97.0
Gains on disposal of fixed assets	35	215	180	510.3
Other extraordinary gains	565	967	402	71.2
Extraordinary losses:	2,204	1,663	(540)	(24.5)
Losses on disposal of fixed assets	98	59	(38)	(39.4)
Impairment losses	402	171	(231)	(57.5)
Provision for reserves under the special laws:	1,540	1,432	(107)	(7.0)
Provision for reserve for price fluctuation	1,540	1,432	(107)	(7.0)
Other extraordinary losses	162	—	(162)	(100.0)
Income before income taxes	18,942	9,538	(9,403)	(49.6)
Income taxes	1,244	134	(1,109)	(89.2)
Deferred income taxes	4,548	2,021	(2,526)	(55.5)
Total income taxes	5,793	2,156	(3,636)	(62.8)
Net income	13,148	7,382	(5,766)	(43.9)
Underwriting result:				
Net premiums written (+)	316,583	319,812	3,228	1.0
Net claims paid (-)	194,837	261,291	66,454	34.1
Loss adjustment expenses (-)	17,628	20,257	2,628	14.9
Operating expenses: (-)	111,864	110,169	(1,694)	(1.5)
Net commissions and brokerage fees	52,746	54,302	1,556	3.0
Operating, general and administrative expenses related to underwriting	59,118	55,867	(3,251)	(5.5)
Underwriting result	(7,747)	(71,906)	(64,159)	—
Underwriting profit (loss)	11,107	(1,500)	(12,607)	(113.5)
Ratios:				
Net loss ratio (%)	67.1	88.0	20.9	
Net expense ratio (%)	35.3	34.4	(0.9)	
Underwriting result ratio (%)	(2.4)	(22.5)	(20.1)	

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

Premiums Written and Claims Paid by Business Lines

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	55,550	16.7 %	0.5 %	58,099	17.1 %	4.6 %
Marine insurance	7,410	2.2	8.0	7,465	2.2	0.7
Personal accident insurance	26,810	8.0	(1.6)	26,703	7.8	(0.4)
Voluntary automobile insurance	158,024	47.4	(1.7)	158,691	46.6	0.4
Compulsory automobile liability insurance	39,452	11.8	1.6	42,796	12.6	8.5
Others	46,314	13.9	(0.5)	46,621	13.7	0.7
Total	333,562	100.0	(0.6)	340,378	100.0	2.0
Deposits of premiums by policyholders	19,627	—	10.4	22,856	—	16.5

Net premiums written

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	42,394	13.4 %	(3.1) %	44,278	13.8 %	4.4 %
Marine insurance	6,948	2.2	4.5	6,894	2.2	(0.8)
Personal accident insurance	27,340	8.6	(0.9)	27,314	8.5	(0.1)
Voluntary automobile insurance	157,942	49.9	(1.6)	158,832	49.7	0.6
Compulsory automobile liability insurance	38,280	12.1	3.1	38,556	12.1	0.7
Others	43,679	13.8	(1.1)	43,935	13.7	0.6
Total	316,583	100.0	(1.0)	319,812	100.0	1.0

Net claims paid

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	19,076	(7.1) %	48.6 %	88,131	362.0 %	202.8 %
Marine insurance	2,930	(13.7)	44.1	3,145	7.3	47.6
Personal accident insurance	15,230	(0.6)	60.7	14,463	(5.0)	57.7
Voluntary automobile insurance	101,635	4.5	70.5	99,236	(2.4)	70.2
Compulsory automobile liability insurance	35,912	0.8	100.9	35,707	(0.6)	99.6
Others	20,051	(8.6)	51.0	20,607	2.8	51.9
Total	194,837	0.4	67.1	261,291	34.1	88.0

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	742,896	633,267
Capital and funds, etc.	230,001	212,383
Reserve for price fluctuation	8,611	10,044
Contingency reserve	14	20
Catastrophic loss reserve	287,719	227,266
General allowance for possible loan losses	75	135
Unrealized gains on securities (before tax effect deductions)	180,010	143,051
Net unrealized gains and losses on real estate	15,866	15,675
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	—	—
Deductions	13,269	13,269
Others	33,866	37,959
(B) Total Risks	231,098	191,590
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	37,852	37,837
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	1	2
Guaranteed interest rate risk (R_3)	2,926	2,896
Investment risk (R_4)	78,200	73,008
Business management risk (R_5)	7,589	4,323
Major catastrophe risk (R_6)	133,986	102,452
(C) Solvency Margin Ratio	642.9 %	661.0 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above figures are calculated based on Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Law and the provisions of Notification No. 50 of the Ministry of Finance (1996).

[Reference] The figures based on new standards to be applied from March 31, 2012

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	742,896	633,267
Capital and funds, etc.	230,001	212,383
Reserve for price fluctuation	8,611	10,044
Contingency reserve	14	20
Catastrophic loss reserve	287,719	227,266
General allowance for possible loan losses	75	135
Unrealized gains on securities (before tax effect deductions)	180,010	143,051
Net unrealized gains and losses on real estate	15,866	15,675
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	—	—
Excess amount of reserve for maturity refunds and subordinated debt, etc. which are excluded from total solvency margin	—	—
Deductions	13,269	13,269
Others	33,866	37,959
(B) Total Risks	284,736	263,315
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	55,228	55,013
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	1	2
Guaranteed interest rate risk (R_3)	10,408	10,281
Investment risk (R_4)	147,295	136,278
Business management risk (R_5)	9,628	6,045
Major catastrophe risk (R_6)	108,013	100,724
(C) Solvency Margin Ratio	521.8 %	480.9 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The "new standards" is the revision of the current standards which reflects the revisions of Cabinet Office Ordinance No. 23 and the provisions of Notification No. 48 of the Financial Services Agency issued on April 20, 2010 (application from March 31, 2012).

Sonpo 24 Insurance Company Limited (Non-consolidated)

Interim Balance Sheets

	As of March 31, 2011	As of September 30, 2011	Increase (Decrease)
	Amount	Amount	
(Millions of yen)			
Assets:			
Cash and deposits	1,664	10,265	8,600
Securities	16,451	8,117	(8,333)
Tangible fixed assets	137	122	(14)
Other assets	806	620	(186)
Total assets	19,059	19,125	66
Liabilities:			
Underwriting funds:	9,497	10,102	604
Reserve for outstanding losses and claims	2,807	3,454	647
Underwriting reserves	6,690	6,647	(42)
Other liabilities	1,558	1,431	(127)
Reserve for retirement benefits	103	118	14
Reserve for bonus payments	80	84	3
Reserves under the special laws:	23	24	0
Reserve for price fluctuation	23	24	0
Deferred tax liabilities	—	4	4
Total liabilities	11,263	11,764	501
Net assets:			
Shareholders' equity:			
Common stock	19,000	19,000	—
Capital surplus	19,000	19,000	—
Retained earnings	(30,132)	(30,647)	(515)
Total shareholders' equity	7,867	7,352	(515)
Valuation and translation adjustments:			
Unrealized gains (losses) on securities available for sale, net of tax	(72)	8	81
Total valuation and translation adjustments	(72)	8	81
Total net assets	7,795	7,361	(434)
Total liabilities and net assets	19,059	19,125	66

Sonpo 24 Insurance Company Limited (Non-consolidated)

Interim Statements of Income

(Millions of yen)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)	Six months ended September 30, 2011 (April 1 to September 30, 2011)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	5,298	5,791	493	9.3 %
Underwriting income:	5,223	5,698	474	9.1
Net premiums written	5,124	5,650	525	10.3
Interest and dividend income on deposits of premiums, etc.	4	4	(0)	(5.9)
Reversal of underwriting reserves	93	42	(50)	(54.1)
Investment income:	75	93	18	23.9
Interest and dividend income	49	58	8	17.4
Gains on sales of securities	30	39	9	30.0
Transfer of interest and dividend income on deposits of premiums, etc.	(4)	(4)	0	—
Other ordinary income	0	0	0	33.7
Ordinary expenses:	5,327	6,304	976	18.3
Underwriting expenses:	4,021	4,876	855	21.3
Net claims paid	3,065	3,416	351	11.5
Loss adjustment expenses	315	439	124	39.5
Net commissions and brokerage fees	328	372	44	13.7
Provision for reserve for outstanding losses and claims	312	647	334	107.2
Investment expenses:	—	3	3	—
Losses on sales of securities	—	3	3	—
Operating, general and administrative expenses	1,306	1,424	117	9.0
Other ordinary expenses:	0	0	0	3,466.1
Ordinary loss	(28)	(512)	(483)	—
Extraordinary losses:	2	1	(0)	(31.7)
Losses on disposal of fixed assets	0	0	0	17.7
Provision for reserves under the special laws:	1	0	(0)	(48.3)
Provision for reserve for price fluctuation	1	0	(0)	(48.3)
Loss before income taxes	(30)	(513)	(483)	—
Income taxes	1	1	—	—
Total income taxes	1	1	—	—
Net loss	(32)	(515)	(483)	—
Underwriting result:				
Net premiums written (+)	5,124	5,650	525	10.3
Net claims paid (—)	3,065	3,416	351	11.5
Loss adjustment expenses (—)	315	439	124	39.5
Operating expenses: (—)	1,633	1,795	161	9.9
Net commissions and brokerage fees	328	372	44	13.7
Operating, general and administrative expenses related to underwriting	1,305	1,422	117	9.0
Underwriting result	111	(0)	(111)	(100.7)
Underwriting profit (loss)	(103)	(600)	(497)	—
Ratios:				
Net loss ratio (%)	66.0	68.2	2.2	
Net expense ratio (%)	31.9	31.8	(0.1)	
Underwriting result ratio (%)	2.2	(0.0)	(2.2)	

Sonpo 24 Insurance Company Limited (Non-consolidated)

Premiums Written and Claims Paid by Business Lines

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	—	— %	— %	—	— %	— %
Marine insurance	—	—	—	—	—	—
Personal accident insurance	—	—	—	—	—	—
Voluntary automobile insurance	5,081	100.0	9.0	5,613	100.0	10.5
Compulsory automobile liability insurance	—	—	—	—	—	—
Others	—	—	—	—	—	—
Total	5,081	100.0	9.0	5,613	100.0	10.5
Deposits of premiums by policyholders	—	—	—	—	—	—

Net premiums written

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	—	— %	— %	—	— %	— %
Marine insurance	—	—	—	—	—	—
Personal accident insurance	—	—	—	—	—	—
Voluntary automobile insurance	5,037	98.3	9.0	5,561	98.4	10.4
Compulsory automobile liability insurance	87	1.7	9.8	89	1.6	2.0
Others	—	—	—	—	—	—
Total	5,124	100.0	9.0	5,650	100.0	10.3

Net claims paid

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	—	— %	— %	—	— %	— %
Marine insurance	—	—	—	—	—	—
Personal accident insurance	—	—	—	—	—	—
Voluntary automobile insurance	2,964	21.7	65.1	3,305	11.5	67.3
Compulsory automobile liability insurance	100	13.0	115.4	111	10.3	124.7
Others	—	—	—	—	—	—
Total	3,065	21.4	66.0	3,416	11.5	68.2

Sonpo 24 Insurance Company Limited (Non-consolidated)

Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	8,160	7,567
Capital and funds, etc.	7,867	7,352
Reserve for price fluctuation	23	24
Contingency reserve	—	—
Catastrophic loss reserve	340	178
General allowance for possible loan losses	—	—
Unrealized gains (losses) on securities (before tax effect deductions)	(72)	12
Net unrealized gains and losses on real estate	—	—
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	—	—
Deductions	—	—
Others	—	—
(B) Total Risks	962	1,004
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	809	846
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	—	—
Investment risk (R_4)	153	173
Business management risk (R_5)	32	33
Major catastrophe risk (R_6)	105	106
(C) Solvency Margin Ratio	1,695.8 %	1,506.8 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above figures are calculated based on Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Law and the provisions of Notification No. 50 of the Ministry of Finance (1996).

[Reference] The figures based on new standards to be applied from March 31, 2012

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	8,160	7,567
Capital and funds, etc.	7,867	7,352
Reserve for price fluctuation	23	24
Contingency reserve	—	—
Catastrophic loss reserve	340	178
General allowance for possible loan losses	—	—
Unrealized gains (losses) on securities (before tax effect deductions)	(72)	12
Net unrealized gains and losses on real estate	—	—
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	—	—
Excess amount of reserve for maturity refunds and subordinated debt, etc. which are excluded from total solvency margin	—	—
Deductions	—	—
Others	—	—
(B) Total Risks	1,521	1,561
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	1,316	1,375
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	—	—
Investment risk (R_4)	351	270
Business management risk (R_5)	53	52
Major catastrophe risk (R_6)	105	106
(C) Solvency Margin Ratio	1,072.8 %	969.5 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The "new standards" is the revision of the current standards which reflects the revisions of Cabinet Office Ordinance No. 23 and the provisions of Notification No. 48 of the Financial Services Agency issued on April 20, 2010 (application from March 31, 2012).

Saison Automobile and Fire Insurance Company, Limited (Non-consolidated)

Interim Balance Sheets

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	4,028	1,126	(2,902)
Money trusts	1,316	1,296	(19)
Securities	23,104	19,536	(3,568)
Loans	16	16	(0)
Tangible fixed assets	385	349	(35)
Intangible fixed assets	1,958	1,975	17
Other assets	2,239	6,657	4,417
Allowance for possible loan losses	(0)	(0)	—
Total assets	33,049	30,958	(2,090)
Liabilities:			
Underwriting funds:	20,051	20,721	669
Reserve for outstanding losses and claims	4,741	4,768	26
Underwriting reserves	15,310	15,953	643
Other liabilities	1,986	1,643	(342)
Reserve for retirement benefits	218	208	(10)
Reserve for retirement benefits to directors	42	46	4
Reserve for bonus payments	217	231	13
Reserves under the special laws:	7	3	(4)
Reserve for price fluctuation	7	3	(4)
Deferred tax liabilities	85	119	34
Total liabilities	22,610	22,974	363
Net assets:			
Shareholders' equity:			
Common stock	8,610	8,610	—
Capital surplus	6,848	6,848	—
Retained earnings	(5,250)	(7,718)	(2,468)
Total shareholders' equity	10,207	7,739	(2,468)
Valuation and translation adjustments:			
Unrealized gains on securities available for sale, net of tax	231	245	13
Total valuation and translation adjustments	231	245	13
Total net assets	10,439	7,984	(2,454)
Total liabilities and net assets	33,049	30,958	(2,090)

Saison Automobile and Fire Insurance Company, Limited (Non-consolidated)

Interim Statements of Income

(Millions of yen)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)	Six months ended September 30, 2011 (April 1 to September 30, 2011)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	8,124	7,794	(329)	(4.1) %
Underwriting income:	7,834	7,497	(336)	(4.3)
Net premiums written	7,483	7,195	(288)	(3.9)
Deposits of premiums by policyholders	324	278	(45)	(14.1)
Interest and dividend income on deposits of premiums, etc.	25	23	(2)	(8.8)
Investment income:	184	141	(42)	(23.0)
Interest and dividend income	155	144	(10)	(6.9)
Investment gains on trading securities	0	0	(0)	(17.8)
Gains on sales of securities	52	16	(36)	(68.8)
Transfer of interest and dividend income on deposits of premiums, etc.	(25)	(23)	2	—
Other ordinary income	106	155	48	46.0
Ordinary expenses:	8,980	10,256	1,276	14.2
Underwriting expenses:	6,404	6,360	(43)	(0.7)
Net claims paid	3,784	4,007	223	5.9
Loss adjustment expenses	479	534	54	11.3
Net commissions and brokerage fees	896	781	(114)	(12.8)
Maturity refunds to policyholders	519	364	(154)	(29.8)
Provision for reserve for outstanding losses and claims	169	26	(143)	(84.4)
Provision for underwriting reserves	551	643	91	16.6
Investment expenses:	98	139	41	42.6
Investment losses on money trusts	27	19	(7)	(28.3)
Impairment losses on securities	—	85	85	—
Operating, general and administrative expenses	2,472	3,740	1,267	51.3
Other ordinary expenses:	5	16	11	216.8
Interest paid	2	7	4	168.3
Ordinary loss	(855)	(2,462)	(1,606)	—
Extraordinary gains:	10	4	(5)	(53.3)
Reversal of reserves under the special laws:	10	4	(5)	(53.3)
Reversal of reserve for price fluctuation	10	4	(5)	(53.3)
Extraordinary losses:	2	0	(1)	(77.4)
Losses on disposal of fixed assets	2	0	(1)	(77.4)
Loss before income taxes	(847)	(2,457)	(1,610)	—
Income taxes	10	10	(0)	(1.5)
Total income taxes	10	10	(0)	(1.5)
Net loss	(858)	(2,468)	(1,610)	—
Underwriting result:				
Net premiums written (+)	7,483	7,195	(288)	(3.9)
Net claims paid (—)	3,784	4,007	223	5.9
Loss adjustment expenses (—)	479	534	54	11.3
Operating expenses: (—)	3,225	4,338	1,113	34.5
Net commissions and brokerage fees	896	781	(114)	(12.8)
Operating, general and administrative expenses related to underwriting	2,328	3,557	1,228	52.7
Underwriting result	(5)	(1,685)	(1,679)	—
Underwriting profit (loss)	(859)	(2,369)	(1,510)	—
Ratios:				
Net loss ratio (%)	57.0	63.1	6.1	
Net expense ratio (%)	43.1	60.3	17.2	
Underwriting result ratio (%)	(0.1)	(23.4)	(23.3)	

Saison Automobile and Fire Insurance Company, Limited (Non-consolidated)

Premiums Written and Claims Paid by Business Lines

Direct premiums written (excluding deposits of premiums by policyholders)

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	1,699	19.7	60.4	1,637	19.4	(3.6) %
Marine insurance	0	0.0	46.0	0	0.0	(1.2)
Personal accident insurance	2,143	24.8	14.9	2,297	27.3	7.2
Voluntary automobile insurance	4,191	48.5	(4.2)	3,993	47.4	(4.7)
Compulsory automobile liability insurance	160	1.9	(4.1)	78	0.9	(50.7)
Others	438	5.1	11.3	411	4.9	(6.2)
Total	8,634	100.0	9.8	8,419	100.0	(2.5)
Deposits of premiums by policyholders	324	—	(14.8)	278	—	(14.1)

Net premiums written

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	1,275	17.0	65.3	1,163	16.2	(8.8) %
Marine insurance	9	0.1	(31.3)	14	0.2	58.7
Personal accident insurance	1,379	18.4	10.1	1,430	19.9	3.7
Voluntary automobile insurance	4,161	55.6	(4.2)	3,962	55.1	(4.8)
Compulsory automobile liability insurance	235	3.2	12.9	223	3.1	(5.3)
Others	422	5.6	11.3	400	5.6	(5.3)
Total	7,483	100.0	7.4	7,195	100.0	(3.9)

Net claims paid

(Millions of yen)

Business line	Six months ended September 30, 2010 (April 1 to September 30, 2010)			Six months ended September 30, 2011 (April 1 to September 30, 2011)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	143	92.5	12.4	390	172.4	35.1 %
Marine insurance	10	(4.4)	108.0	15	52.4	103.6
Personal accident insurance	790	10.3	64.7	901	14.1	72.3
Voluntary automobile insurance	2,574	(3.2)	69.9	2,358	(8.4)	68.4
Compulsory automobile liability insurance	205	5.0	93.7	223	8.7	105.0
Others	60	(17.5)	17.9	118	96.7	34.6
Total	3,784	1.5	57.0	4,007	5.9	63.1

Saison Automobile and Fire Insurance Company, Limited (Non-consolidated)

Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	13,698	10,888
Capital and funds, etc.	10,207	7,739
Reserve for price fluctuation	7	3
Contingency reserve	8	8
Catastrophic loss reserve	3,185	2,805
General allowance for possible loan losses	—	—
Unrealized gains on securities (before tax effect deductions)	285	328
Net unrealized gains and losses on real estate	—	—
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	—	—
Deductions	—	—
Others	2	3
(B) Total Risks	1,633	1,496
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	846	845
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	6	6
Investment risk (R_4)	516	385
Business management risk (R_5)	58	52
Major catastrophe risk (R_6)	579	511
(C) Solvency Margin Ratio	1,677.2 %	1,455.2 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above figures are calculated based on Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Law and the provisions of Notification No. 50 of the Ministry of Finance (1996).

[Reference] The figures based on new standards to be applied from March 31, 2012

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	13,698	10,888
Capital and funds, etc.	10,207	7,739
Reserve for price fluctuation	7	3
Contingency reserve	8	8
Catastrophic loss reserve	3,185	2,805
General allowance for possible loan losses	—	—
Unrealized gains on securities (before tax effect deductions)	285	328
Net unrealized gains and losses on real estate	—	—
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	—	—
Excess amount of reserve for maturity refunds and subordinated debt, etc. which are excluded from total solvency margin	—	—
Deductions	—	—
Others	2	3
(B) Total Risks	2,114	1,974
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	1,260	1,257
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	25	25
Investment risk (R_4)	707	571
Business management risk (R_5)	77	70
Major catastrophe risk (R_6)	579	511
(C) Solvency Margin Ratio	1,295.8 %	1,102.6 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The "new standards" is the revision of the current standards which reflects the revisions of Cabinet Office Ordinance No. 23 and the provisions of Notification No. 48 of the Financial Services Agency issued on April 20, 2010 (application from March 31, 2012).

Sompo Japan Himawari Life Insurance Co., Ltd. (Non-consolidated)

Interim Balance Sheets

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	39,395	39,837	442
Securities:	1,083,552	1,119,407	35,854
Government bonds	644,873	684,756	39,882
Municipal bonds	69,354	68,786	(567)
Corporate bonds	314,678	316,022	1,343
Domestic stocks	4,744	4,334	(410)
Foreign securities	49,902	45,508	(4,393)
Loans:	18,067	18,219	151
Policy loans	18,067	18,219	151
Tangible fixed assets	1,354	1,662	308
Intangible fixed assets	4,114	3,607	(506)
Agency accounts receivable	143	107	(35)
Reinsurance accounts receivable	1,480	471	(1,008)
Other assets	25,303	22,405	(2,897)
Deferred tax assets	13,871	14,193	321
Allowance for possible loan losses	(29)	(39)	(10)
Total assets	1,187,254	1,219,874	32,620
Liabilities:			
Policy reserves:	1,121,707	1,153,556	31,848
Reserve for outstanding claims	22,017	20,755	(1,261)
Policy reserves	1,097,361	1,130,707	33,346
Reserve for dividends to policyholders	2,329	2,093	(236)
Agency accounts payable	2,584	2,361	(222)
Reinsurance accounts payable	1,231	1,070	(161)
Other liabilities	5,803	7,755	1,952
Reserve for retirement benefits	941	1,084	143
Reserve for retirement benefits to directors	84	—	(84)
Reserves under the special laws:	923	996	72
Reserve for price fluctuation	923	996	72
Total liabilities	1,133,276	1,166,824	33,548
Net assets:			
Shareholders' equity:			
Common stock	17,250	17,250	—
Capital surplus	10,000	10,000	—
Retained earnings	25,777	22,465	(3,312)
Total shareholders' equity	53,027	49,715	(3,312)
Valuation and translation adjustments:			
Unrealized gains on securities available for sale, net of tax	949	3,334	2,384
Total valuation and translation adjustments	949	3,334	2,384
Total net assets	53,977	53,049	(927)
Total liabilities and net assets	1,187,254	1,219,874	32,620

Sompo Japan Himawari Life Insurance Co., Ltd. (Non-consolidated)

Interim Statements of Income

(Millions of yen)

	Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Rate of change
	(April 1 to September 30, 2010)	(April 1 to September 30, 2011)		
	Amount	Amount		
Ordinary income:	129,656	131,963	2,306	1.8 %
Insurance premiums and other:	119,876	120,414	538	0.4
Insurance premiums	118,347	119,260	913	0.8
Investment income:	9,711	10,253	542	5.6
Interest and dividend income	9,413	10,035	622	6.6
Gains on sales of securities	297	218	(79)	(26.7)
Other ordinary income:	69	1,295	1,225	1,759.7
Reversal of reserve for outstanding claims	—	1,261	1,261	—
Ordinary expenses:	130,186	132,748	2,561	2.0
Insurance claims and other:	69,805	65,883	(3,921)	(5.6)
Insurance claims	11,225	10,980	(244)	(2.2)
Annuity payments	512	605	92	18.1
Insurance benefits	11,124	10,657	(466)	(4.2)
Surrender benefits	44,154	40,894	(3,260)	(7.4)
Other refunds	482	500	18	3.8
Provision for policy reserves and other:	29,122	33,346	4,223	14.5
Provision for reserve for outstanding claims	435	—	(435)	(100.0)
Provision for policy reserves	28,687	33,346	4,658	16.2
Provision for interest portion of reserve for dividends to policyholders	0	0	0	69.7
Investment expenses:	1,088	1,257	168	15.5
Interest paid	28	36	8	29.3
Losses on sales of securities	83	137	54	64.6
Losses on derivatives	26	11	(14)	(56.0)
Investment losses on special account	935	1,042	106	11.4
Operating, general and administrative expenses	28,901	30,564	1,662	5.8
Other ordinary expenses	1,267	1,696	428	33.8
Ordinary loss	(529)	(785)	(255)	—
Extraordinary gains:	5	—	(5)	(100.0)
Other extraordinary gains	5	—	(5)	(100.0)
Extraordinary losses:	390	3,209	2,819	722.6
Losses on disposal of fixed assets	15	6	(8)	(54.5)
Provision for reserves under the special laws:	110	72	(37)	(33.8)
Provision for reserve for price fluctuation	110	72	(37)	(33.8)
Other extraordinary losses	264	3,129	2,864	1,081.3
Provision for reserve for dividends to policyholders	799	953	153	19.2
Loss before income taxes	(1,713)	(4,948)	(3,234)	—
Income taxes	297	40	(257)	(86.5)
Deferred income taxes	(710)	(1,675)	(964)	—
Total income taxes	(413)	(1,635)	(1,222)	—
Net loss	(1,300)	(3,312)	(2,012)	—

Sompo Japan Himawari Life Insurance Co., Ltd. (Non-consolidated)

Major Business Results

Total amount of policies in force

(Number in thousands, Yen in hundred millions, %)

	As of March 31, 2011				As of September 30, 2011			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	1,923	111.1	115,732	111.2	2,030	105.5	121,594	105.1
Individual annuities	15	99.4	798	99.5	15	99.9	806	101.0
Group insurance	—	—	18,891	102.8	—	—	18,897	100.0
Group annuities	—	—	—	—	—	—	—	—

Note) Amount of "Individual annuities" represents the sum of annuity fund at the beginning of annuity payment of contracts before the beginning of annuity payment and policy reserves for the contracts after the beginning of annuity payment.

Total amount of new policies

(Number in thousands, Yen in hundred millions, %)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)				Six months ended September 30, 2011 (April 1 to September 30, 2011)			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	159	100.1	11,268	107.1	173	109.0	11,107	98.6
Individual annuities	0	117.3	10	108.7	0	87.8	9	93.5
Group insurance	—	—	93	28.2	—	—	88	95.1
Group annuities	—	—	—	—	—	—	—	—

Note) Amount of "Individual annuities" represents the amount of annuity fund at the beginning of annuity payment.

Annualized premiums

Policies in force

(Millions of yen, %)

	As of March 31, 2011		As of September 30, 2011	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	197,314	102.4	200,191	101.5
Individual annuities	3,547	103.1	3,584	101.0
Total	200,861	102.4	203,775	101.5
Medical and survival benefits	79,058	108.5	82,660	104.6

New policies

(Millions of yen, %)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)		Six months ended September 30, 2011 (April 1 to September 30, 2011)	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	12,606	102.8	13,017	103.3
Individual annuities	43	109.7	40	93.6
Total	12,650	102.9	13,058	103.2
Medical and survival benefits	5,691	93.7	6,579	115.6

Notes)

1. Annualized premiums are calculated by using multipliers for various premium payment terms to the premium per payment. In single premium contracts, the amount is calculated by dividing the premium by the duration of the policy.
2. Annualized premiums for medical and survival benefits include (a) premium related to medical benefits such as hospitalization and surgery benefits, (b) premium related to survival benefits such as specific illness and nursing benefits, and (c) premium related to premium waiver benefits, in which disability cause is excluded but causes such as specific illness and nursing care are included.

Sompo Japan Himawari Life Insurance Co., Ltd. (Non-consolidated)

Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	159,904	161,706
Capital, etc.	53,027	49,815
Reserve for price fluctuation	923	996
Contingency reserve	14,939	15,545
General allowance for possible loan losses	7	11
Unrealized gains on securities (90% of gain or 100% of loss)	1,340	4,704
Net unrealized gains and losses on real estate (85% of gain or 100% of loss)	—	—
Excess of continued Zillmerized reserve	74,145	76,993
Brought in capital, etc.	—	—
Subordinated debt, etc.	—	—
Deductions	—	—
Others	15,520	13,639
(B) Total Risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	13,898	14,549
Underwriting risk (R_1)	7,114	7,470
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_8)	3,966	4,194
Guaranteed interest rate risk (R_2)	3,217	3,231
Investment risk (R_3)	4,202	4,452
Business management risk (R_4)	376	393
Guaranteed minimum benefit risk (R_7)	329	336
(C) Solvency Margin Ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	2,300.9 %	2,222.7 %

Notes) 1. The above figures are calculated based on Articles 86, 87, 161, 162 and 190 of the Ordinance for Enforcement of the Insurance Business Law and the provisions of Notification No. 50 of the Ministry of Finance (1996).

2. Guaranteed minimum benefit risk is calculated by the standard method.

[Reference] The figures based on new standards to be applied from March 31, 2012

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	153,831	150,251
Capital, etc.	53,027	49,815
Reserve for price fluctuation	923	996
Contingency reserve	14,939	15,545
General allowance for possible loan losses	7	11
Unrealized gains on securities (90% of gain or 100% of loss)	1,340	4,704
Net unrealized gains and losses on real estate (85% of gain or 100% of loss)	—	—
Excess of continued Zillmerized reserve	74,145	76,993
Subordinated debt, etc.	—	—
Excess of continued Zillmerized reserve and subordinated debt, etc. which are excluded from total solvency margin	(5,219)	(10,601)
Brought in capital, etc.	—	—
Deductions	—	—
Others	14,667	12,786
(B) Total Risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	18,683	19,546
Underwriting risk (R_1)	7,114	7,470
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_8)	3,966	4,194
Guaranteed interest rate risk (R_2)	7,388	7,420
Investment risk (R_3)	6,692	7,263
Business management risk (R_4)	509	533
Guaranteed minimum benefit risk (R_7)	323	330
(C) Solvency Margin Ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,646.7 %	1,537.3 %

Notes) 1. Under Cabinet Office Ordinance No.23 (2010) and the provisions of Notification No. 48 of the Financial Services Agency (2010), the standards for the calculation of solvency margin ratio are revised to tighten and refine calculation of total solvency margin and estimation of total risk and others. The revised standards will be applied from March 31, 2012. The above figures are calculated by using the revised standards to the financial results as of March 31, 2011 and September 30, 2011.

2. Guaranteed minimum benefit risk is calculated by the standard method.

3. "Excess of continued Zillmerized reserve" is calculated under the provisions of Article 1 Paragraph 1-1 of Notification No. 25 of the Financial Services Agency (2011). "Excess of continued Zillmerized reserve and subordinated debt, etc. which are excluded from total solvency margin" is calculated under the provisions of Article 1 Paragraph 1-3 of Notification No. 25 of the Financial Services Agency (2011).

NIPPONKOA Life Insurance Company, Limited (Non-consolidated)

Interim Balance Sheets

	As of March 31, 2011	As of September 30, 2011	(Millions of yen) Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	16,986	17,859	872
Call loans	599	—	(599)
Receivables under securities borrowing transactions	30,370	—	(30,370)
Money trusts	19,963	—	(19,963)
Securities:	423,688	474,460	50,772
Government bonds	285,772	345,132	59,359
Municipal bonds	56,588	53,476	(3,111)
Corporate bonds	74,149	70,356	(3,792)
Domestic stocks	6,188	5,069	(1,118)
Foreign securities	989	425	(564)
Loans:	14,882	15,499	617
Policy loans	14,882	15,499	617
Tangible fixed assets	256	139	(117)
Intangible fixed assets	2,579	3,742	1,163
Agency accounts receivable	20	7	(12)
Reinsurance accounts receivable	74	53	(20)
Other assets	10,730	9,915	(814)
Deferred tax assets	8,001	8,202	201
Allowance for possible loan losses	(6)	(6)	—
Total assets	528,146	529,874	1,728
Liabilities:			
Policy reserves:	466,833	499,902	33,069
Reserve for outstanding claims	3,420	3,147	(273)
Policy reserves	461,954	495,364	33,410
Reserve for dividends to policyholders	1,457	1,390	(67)
Agency accounts payable	998	1,052	54
Reinsurance accounts payable	126	162	35
Other liabilities	33,739	2,597	(31,142)
Reserve for retirement benefits	384	465	81
Reserve for bonus payments to directors	—	4	4
Reserves under the special laws:	631	679	48
Reserve for price fluctuation	631	679	48
Total liabilities	502,712	504,865	2,152
Net assets:			
Shareholders' equity:			
Common stock	20,000	20,000	—
Retained earnings	1,285	10	(1,275)
Total shareholders' equity	21,285	20,010	(1,275)
Valuation and translation adjustments:			
Unrealized gains on securities available for sale, net of tax	4,147	4,998	851
Total valuation and translation adjustments	4,147	4,998	851
Total net assets	25,433	25,009	(424)
Total liabilities and net assets	528,146	529,874	1,728

NIPPONKOA Life Insurance Company, Limited (Non-consolidated)

Interim Statements of Income

(Millions of yen)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)	Six months ended September 30, 2011 (April 1 to September 30, 2011)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	53,689	63,694	10,005	18.6 %
Insurance premiums and other:	48,443	57,029	8,585	17.7
Insurance premiums	48,033	56,845	8,812	18.3
Investment income:	4,632	5,963	1,330	28.7
Interest and dividend income	4,402	4,837	435	9.9
Investment gains on money trusts	230	125	(104)	(45.5)
Gains on sales of securities	—	1,000	1,000	—
Other ordinary income:	613	701	88	14.5
Reversal of reserve for outstanding claims	247	273	26	10.6
Ordinary expenses:	53,101	64,394	11,292	21.3
Insurance claims and other:	19,797	18,551	(1,246)	(6.3)
Insurance claims	5,398	4,561	(837)	(15.5)
Annuity payments	241	314	72	30.1
Insurance benefits	1,806	1,884	78	4.3
Surrender benefits	11,957	11,417	(539)	(4.5)
Other refunds	118	88	(30)	(25.5)
Provision for policy reserves and other:	23,668	33,411	9,742	41.2
Provision for policy reserves	23,668	33,410	9,742	41.2
Provision for interest portion of reserve for dividends to policyholders	0	0	0	11.7
Investment expenses:	21	14	(7)	(32.6)
Interest paid	18	13	(5)	(29.6)
Operating, general and administrative expenses	9,147	11,645	2,497	27.3
Other ordinary expenses	465	771	306	65.7
Ordinary profit (loss)	587	(699)	(1,287)	(219.0)
Extraordinary gains:	0	—	(0)	(100.0)
Reversal of allowance for possible loan losses	0	—	(0)	(100.0)
Extraordinary losses:	102	728	625	608.4
Losses on disposal of fixed assets	0	27	27	4,618.5
Provision for reserves under the special laws:	42	48	6	15.5
Provision for reserve for price fluctuation	42	48	6	15.5
Other extraordinary losses	60	651	591	982.8
Provision for reserve for dividends to policyholders	537	526	(10)	(2.0)
Loss before income taxes	(51)	(1,954)	(1,902)	—
Income taxes	555	7	(548)	(98.7)
Deferred income taxes	(548)	(686)	(138)	—
Total income taxes	7	(678)	(686)	(9,622.3)
Net loss	(59)	(1,275)	(1,216)	—

NIPPONKOA Life Insurance Company, Limited (Non-consolidated)

Major Business Results

Total amount of policies in force

(Number in thousands, Yen in hundred millions, %)

	As of March 31, 2011				As of September 30, 2011			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	626	112.8	43,489	108.6	674	107.7	45,931	105.6
Individual annuities	54	100.5	1,992	101.1	55	101.6	2,030	101.9
Group insurance	—	—	11,287	102.1	—	—	10,933	96.9
Group annuities	—	—	—	—	—	—	—	—

Note) Amount of "Individual annuities" represents the sum of annuity fund at the beginning of annuity payment of contracts before the beginning of annuity payment and policy reserves for the contracts after the beginning of annuity payment.

Total amount of new policies

(Number in thousands, Yen in hundred millions, %)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)				Six months ended September 30, 2011 (April 1 to September 30, 2011)			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	51	110.4	3,810	121.0	68	134.7	4,663	122.4
Individual annuities	1	210.5	55	201.2	1	152.1	79	144.1
Group insurance	—	—	63	26.2	—	—	24	38.4
Group annuities	—	—	—	—	—	—	—	—

Note) Amount of "Individual annuities" represents the amount of annuity fund at the beginning of annuity payment.

Annualized premiums

Policies in force

(Millions of yen, %)

	As of March 31, 2011		As of September 30, 2011	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	62,874	108.9	66,034	105.0
Individual annuities	12,079	100.9	12,336	102.1
Total	74,954	107.5	78,370	104.6
Medical and survival benefits	14,776	108.6	15,402	104.2

New policies

(Millions of yen, %)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)		Six months ended September 30, 2011 (April 1 to September 30, 2011)	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	4,952	115.2	5,862	118.4
Individual annuities	303	185.0	478	157.6
Total	5,255	117.7	6,340	120.6
Medical and survival benefits	1,171	96.4	1,200	102.5

Notes)

1. Annualized premiums are calculated by using multipliers for various premium payment terms to the premium per payment. In single premium contracts, the amount is calculated by dividing the premium by the duration of the policy.
2. Annualized premiums for medical and survival benefits include (a) premium related to medical benefits such as hospitalization and surgery benefits and (b) premium related to survival benefits such as specific illness.

NIPPONKOA Life Insurance Company, Limited (Non-consolidated)

Solvency Margin Ratio

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	61,719	62,465
Capital, etc.	21,285	19,462
Reserve for price fluctuation	631	679
Contingency reserve	4,752	5,161
General allowance for possible loan losses	—	—
Unrealized gains on securities (90% of gain or 100% of loss)	5,849	7,052
Net unrealized gains and losses on real estate (85% of gain or 100% of loss)	—	—
Excess of continued Zillmerized reserve	27,847	29,481
Brought in capital, etc.	—	—
Subordinated debt, etc.	—	—
Deductions	—	—
Others	1,352	626
(B) Total Risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	4,754	4,949
Underwriting risk (R_1)	3,134	3,246
Underwriting risk for third-sector insurance products including accident and sickness insurance (R_8)	1,113	1,188
Guaranteed interest rate risk (R_2)	173	179
Investment risk (R_3)	1,674	1,715
Business management risk (R_4)	121	126
Guaranteed minimum benefit risk (R_7)	—	—
(C) Solvency Margin Ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	2,596.3 %	2,524.2 %

Note) The above figures are calculated based on Articles 86, 87, 161, 162 and 190 of the Ordinance for Enforcement of the Insurance Business Law and the provisions of Notification No. 50 of the Ministry of Finance (1996).

[Reference] The figures based on new standards to be applied from March 31, 2012

(Millions of yen)

	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	60,073	57,817
Capital, etc.	21,285	19,462
Reserve for price fluctuation	631	679
Contingency reserve	4,752	5,161
General allowance for possible loan losses	—	—
Unrealized gains on securities (90% of gain or 100% of loss)	5,849	7,052
Net unrealized gains and losses on real estate (85% of gain or 100% of loss)	—	—
Excess of continued Zillmerized reserve	27,847	29,481
Subordinated debt, etc.	—	—
Excess of continued Zillmerized reserve and subordinated debt, etc. which are excluded from total solvency margin	(1,099)	(4,101)
Brought in capital, etc.	—	—
Deductions	—	—
Others	805	80
(B) Total Risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	5,756	6,229
Underwriting risk (R_1)	3,134	3,246
Underwriting risk for third-sector insurance products including accident and sickness insurance (R_8)	1,113	1,188
Guaranteed interest rate risk (R_2)	624	633
Investment risk (R_3)	3,021	3,493
Business management risk (R_4)	157	171
Guaranteed minimum benefit risk (R_7)	—	—
(C) Solvency Margin Ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	2,087.3 %	1,856.3 %

Notes)

- Under Cabinet Office Ordinance No.23 (2010) and the provisions of Notification No. 48 of the Financial Services Agency (2010), the standards for the calculation of solvency margin ratio are revised to tighten and refine calculation of total solvency margin and estimation of total risk and others. The revised standards will be applied from March 31, 2012. The above figures are calculated by using the revised standards to the financial results as of March 31, 2011 and September 30, 2011.
- "Excess of continued Zillmerized reserve" is calculated under the provisions of Article 1 Paragraph 1-1 of Notification No. 25 of the Financial Services Agency (2011). "Excess of continued Zillmerized reserve and subordinated debt, etc. which are excluded from total solvency margin" is calculated under the provisions of Article 1 Paragraph 1-3 of Notification No. 25 of the Financial Services Agency (2011).

Sompo Japan DIY Life Insurance Co., Ltd. (Non-consolidated)

Interim Balance Sheets

	As of March 31, 2011	As of September 30, 2011	(Millions of yen) Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	251	266	14
Securities:	4,354	3,932	(422)
Government bonds	1,575	1,077	(498)
Domestic stocks	757	632	(124)
Tangible fixed assets	51	52	0
Intangible fixed assets	1,064	—	(1,064)
Agency accounts receivable	0	0	0
Reinsurance accounts receivable	3	72	69
Other assets	288	242	(46)
Total assets	6,014	4,565	(1,448)
Liabilities:			
Policy reserves:	1,204	1,165	(39)
Reserve for outstanding claims	315	282	(33)
Policy reserves	888	883	(5)
Agency accounts payable	3	3	0
Reinsurance accounts payable	31	33	1
Other liabilities	227	107	(120)
Reserve for retirement benefits	24	27	3
Reserves under the special laws:	16	17	0
Reserve for price fluctuation	16	17	0
Deferred tax liabilities	155	110	(44)
Total liabilities	1,664	1,466	(198)
Net assets:			
Shareholders' equity:			
Common stock	10,100	10,100	—
Capital surplus	2,100	2,100	—
Retained earnings	(8,123)	(9,294)	(1,171)
Total shareholders' equity	4,076	2,905	(1,171)
Valuation and translation adjustments:			
Unrealized gains on securities available for sale, net of tax	273	194	(78)
Total valuation and translation adjustments	273	194	(78)
Total net assets	4,350	3,099	(1,250)
Total liabilities and net assets	6,014	4,565	(1,448)

Sompo Japan DIY Life Insurance Co., Ltd. (Non-consolidated)

Interim Statements of Income

(Millions of yen)

	Six months ended September 30, 2010	Six months ended September 30, 2011	Increase (Decrease)	Rate of change
	(April 1 to September 30, 2010)	(April 1 to September 30, 2011)		
	Amount	Amount		
Ordinary income:	1,928	2,049	120	6.2 %
Insurance premiums and other:	1,912	1,996	83	4.4
Insurance premiums	1,824	1,849	25	1.4
Investment income:	15	14	(1)	(11.3)
Interest and dividend income	15	14	(1)	(11.3)
Other ordinary income:	0	39	39	55,035.7
Reversal of reserve for outstanding claims	—	33	33	—
Reversal of policy reserves	—	5	5	—
Ordinary expenses:	1,850	2,022	171	9.3
Insurance claims and other:	488	910	421	86.3
Insurance claims	307	718	411	133.8
Insurance benefits	102	116	13	12.7
Other refunds	2	2	(0)	(1.2)
Provision for policy reserves and other:	54	—	(54)	(100.0)
Provision for reserve for outstanding claims	53	—	(53)	(100.0)
Provision for policy reserves	0	—	(0)	(100.0)
Investment expenses:	0	0	(0)	(63.6)
Interest paid	0	0	(0)	(63.6)
Operating, general and administrative expenses	1,279	1,083	(195)	(15.3)
Other ordinary expenses	27	27	(0)	0.0
Ordinary profit	78	27	(51)	(65.4)
Extraordinary losses:	0	1,196	1,195	180,020.0
Losses on disposal of fixed assets	—	1,195	1,195	—
Provision for reserves under the special laws:	0	0	0	(13.1)
Provision for reserve for price fluctuation	0	0	0	(13.1)
Income (loss) before income taxes	77	(1,169)	(1,247)	(1,601.5)
Income taxes	1	1	—	—
Total income taxes	1	1	—	—
Net income (loss)	75	(1,171)	(1,247)	(1,641.5)

Sompo Japan DIY Life Insurance Co., Ltd. (Non-consolidated)

Major Business Results

Total amount of policies in force

(Number in thousands, Yen in hundred millions, %)

	As of March 31, 2011				As of September 30, 2011			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	46	99.0	7,841	97.5	45	98.6	7,670	97.8
Individual annuities	—	—	—	—	—	—	—	—
Group insurance	—	—	—	—	—	—	—	—
Group annuities	—	—	—	—	—	—	—	—

Total amount of new policies

(Number in thousands, Yen in hundred millions, %)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)				Six months ended September 30, 2011 (April 1 to September 30, 2011)			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	1	71.8	288	69.2	1	64.4	176	61.3
Individual annuities	—	—	—	—	—	—	—	—
Group insurance	—	—	—	—	—	—	—	—
Group annuities	—	—	—	—	—	—	—	—

Annualized premiums

Policies in force

(Millions of yen, %)

	As of March 31, 2011		As of September 30, 2011	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	3,707	101.6	3,711	100.1
Individual annuities	—	—	—	—
Total	3,707	101.6	3,711	100.1
Medical and survival benefits	878	101.8	881	100.3

New policies

(Millions of yen, %)

	Six months ended September 30, 2010 (April 1 to September 30, 2010)		Six months ended September 30, 2011 (April 1 to September 30, 2011)	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	125	73.6	78	62.3
Individual annuities	—	—	—	—
Total	125	73.6	78	62.3
Medical and survival benefits	36	69.8	23	65.7

Notes)

- Annualized premiums are calculated by using multipliers for various premium payment terms to the premium per payment. In single premium contracts, the amount is calculated by dividing the premium by the duration of the policy.
- Annualized premiums for medical and survival benefits include (a) premium related to medical benefits such as hospitalization and surgery benefits, (b) premium related to survival benefits such as specific illness and nursing benefits, and (c) premium related to premium waiver benefits, in which disability cause is excluded but causes such as specific illness and nursing care are included.

Sompo Japan DIY Life Insurance Co., Ltd. (Non-consolidated)

Solvency Margin Ratio

	(Millions of yen)	
	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	5,020	3,727
Capital, etc.	4,076	2,905
Reserve for price fluctuation	16	17
Contingency reserve	540	530
General allowance for possible loan losses	—	—
Unrealized gains on securities (90% of gain or 100% of loss)	385	274
Net unrealized gains and losses on real estate (85% of gain or 100% of loss)	—	—
Excess of continued Zillmerized reserve	—	—
Brought in capital, etc.	—	—
Subordinated debt, etc.	—	—
Deductions	—	—
Others	—	—
(B) Total Risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	567	555
Underwriting risk (R_1)	443	434
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_8)	95	93
Guaranteed interest rate risk (R_2)	0	0
Investment risk (R_3)	102	93
Business management risk (R_4)	19	18
Guaranteed minimum benefit risk (R_7)	—	—
(C) Solvency Margin Ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,768.9 %	1,342.4 %

Note) The above figures are calculated based on Articles 86, 87, 161, 162 and 190 of the Ordinance for Enforcement of the Insurance Business Law and the provisions of Notification No. 50 of the Ministry of Finance (1996).

[Reference] The figures based on new standards to be applied from March 31, 2012

	(Millions of yen)	
	As of March 31, 2011	As of September 30, 2011
(A) Total Solvency Margin	5,020	3,727
Capital, etc.	4,076	2,905
Reserve for price fluctuation	16	17
Contingency reserve	540	530
General allowance for possible loan losses	—	—
Unrealized gains on securities (90% of gain or 100% of loss)	385	274
Net unrealized gains and losses on real estate (85% of gain or 100% of loss)	—	—
Excess of continued Zillmerized reserve	—	—
Subordinated debt, etc.	—	—
Excess of continued Zillmerized reserve and subordinated debt, etc. which are excluded from total solvency margin	—	—
Brought in capital, etc.	—	—
Deductions	—	—
Others	—	—
(B) Total Risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	593	575
Underwriting risk (R_1)	443	434
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_8)	95	93
Guaranteed interest rate risk (R_2)	0	0
Investment risk (R_3)	191	169
Business management risk (R_4)	21	20
Guaranteed minimum benefit risk (R_7)	—	—
(C) Solvency Margin Ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1,690.3 %	1,294.8 %

Note) Under Cabinet Office Ordinance No.23 (2010) and the provisions of Notification No. 48 of the Financial Services Agency (2010), the standards for the calculation of solvency margin ratio are revised to tighten and refine calculation of total solvency margin and estimation of total risk and others. The revised standards will be applied from March 31, 2012. The above figures are calculated by using the revised standards to the financial results as of March 31, 2011 and September 30, 2011.

Supplementary Explanation

<Calculation of ratios, etc.>

Underwriting profit = Underwriting income – Underwriting expenses - Operating, general and administrative expenses related to underwriting + Other income and expenses*

*Other income and expenses include, but not limited to, income tax expenses for compulsory automobile liability insurance.

Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written × 100

Net expense ratio = (Net commissions and brokerage fees + Operating, general and administrative expenses related to underwriting) / Net premiums written × 100

Underwriting result ratio = (Net premiums written - Net claims paid - Loss adjustment expenses - Operating expenses) / Net premiums written × 100

< Solvency margin ratio >

- In addition to reserves to cover payments for claims, benefits and maturity refunds, etc., it is necessary for insurance companies to maintain sufficient solvency in order to cover against risks which may exceed their normal estimates, i.e. the occurrence of major catastrophes, the fluctuation in mortality rate due to significant changes in key environmental factors and a big decline in value of assets held by insurance companies, etc.

- Solvency margin ratio: (C), which is calculated in accordance with the Insurance Business Law, is the ratio of "solvency margin of insurance companies by means of their capital, reserves, etc." (total solvency margin: (A)) to "risks which will exceed their normal estimates" (total risks: (B)).

- "Risks which will exceed their normal estimates" are composed of risks described below.

<1> Underwriting risk, underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance:

Risks of occurrence of insurance claims in excess of normal estimates (excluding risks relating to major catastrophes)

<2> Guaranteed interest rate risk:

Risks of invested assets failing to yield assumed interest rates due to the aggravation of investment conditions than expected

<3> Investment risk:

Risks of retained securities and other assets fluctuating in prices in excess of normal estimates

<4> Business management risk:

Risks beyond normal estimates arising from business management that do not fall under other categories

<5> Major catastrophe risk:

Risks of the occurrence of major catastrophic losses in excess of normal estimates (risks such as the Great Kanto Earthquake or Isewan Typhoon)

<6> Guaranteed minimum benefit risk:

Risks of special account assets fluctuating in prices in excess of normal estimates

- "Solvency margin of insurance companies by means of their capital, reserves, etc." (total solvency margin) is the sum of total net assets (excluding planned outflows), certain reserves (reserve for price fluctuation, contingency reserve and catastrophic loss reserve, etc.) and parts of net unrealized gains and losses on real estate, etc.

- Solvency margin ratio is one of the indicators for the regulatory authorities to monitor financial soundness of insurance companies. Solvency margin ratio exceeding 200% would indicate adequate capability to meet payments of possible insurance claims.

< Revision of the standards for the calculation of solvency margin ratio >

- For the purpose of improving credibility of solvency margin ratio, regulations on solvency margin ratio are revised, which will be officially applied from March 31, 2012. Until the date of application, solvency margin ratio calculated under the revised standards is disclosed as a reference, in addition to the solvency margin ratio calculated under the current standards.
- Under the new standards, solvency margin ratio may decline compared to that of under the current standards because of stricter standards of estimating total risk and others. However, as is the case under the current standards, solvency margin ratio under the new standards exceeding 200% would indicate adequate capability to meet payments of possible insurance claims.

4. Supplementary Data about Financial Results for the six months ended September 30, 2011 at Press Conference

Sompo Japan Insurance Inc. (Non-consolidated)

(1) Key figures

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011	Increase (Decrease)	
				(C) - (B)	(C) - (A)
	(A)	(B)	(C)		
① Net premiums written	6,436	12,566	6,480	—	43
Rate of change	0.3 %	(0.2)%	0.7 %	0.9 %	0.4 %
② Total assets	48,572	47,863	45,924	(1,939)	(2,648)
③ Net loss ratio	69.3 %	72.5 %	79.0 %	6.5 %	9.7 %
④ Net expense ratio	33.3 %	33.7 %	33.2 %	(0.5)%	(0.1)%
⑤ Combined ratio	102.6 %	106.2 %	112.2 %	6.0 %	9.6 %
Underwriting result ratio	(2.6)%	(6.2)%	(12.2)%	(6.0)%	(9.6)%
⑥ Voluntary automobile insurance					
• Net premiums written	3,197	6,399	3,208	—	11
Rate of change	(0.9)%	(0.0)%	0.3 %	0.4 %	1.2 %
• Underwriting result ratio	(2.7)%	(5.2)%	(2.8)%	2.4 %	(0.1)%
• Net loss ratio	69.4 %	72.0 %	69.7 %	(2.3)%	0.3 %
• Net expense ratio	33.3 %	33.2 %	33.1 %	(0.1)%	(0.2)%
⑦ Fire and allied insurance					
• Net premiums written	675	1,412	711	—	36
Rate of change	(0.2)%	(2.0)%	5.4 %	7.4 %	5.6 %
• Underwriting result ratio	12.2 %	15.3 %	(104.9)%	(120.1)%	(117.1)%
• Net loss ratio	43.3 %	41.6 %	161.5 %	119.9 %	118.2 %
• Net expense ratio	44.5 %	43.2 %	43.4 %	0.2 %	(1.1)%
⑧ Number of employees	19,027	18,708	18,463	(245)	(564)
⑨ Number of agencies	45,533	45,084	44,596	(488)	(937)

<Reference> Consolidated figures of NKSJ Holdings, Inc.

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011	Increase (Decrease)	
				(C) - (B)	(C) - (A)
	(A)	(B)	(C)		
① Ordinary income	13,297	26,216	14,016	—	718
② Net premiums written	9,878	19,332	10,086	—	208
Rate of change	—	—	2.1%	—	—
③ Life insurance premiums written	1,089	2,381	1,225	—	136
Rate of change	—	—	12.5%	—	—
④ Ordinary profit	388	(64)	(572)	—	(961)
⑤ Net income	241	(129)	(333)	—	(574)

Notes)

1. Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written × 100
2. Net expense ratio = (Net commissions and brokerage fees + Operating, general and administrative expenses related to underwriting) / Net premiums written × 100
3. Combined ratio = Net loss ratio + Net expense ratio
4. Underwriting result ratio = 100 - Combined ratio
5. Items with % within "Increase (Decrease)" represent change from the year ended March 31, 2011 and the six months ended September 30, 2010, respectively.

Sompo Japan Insurance Inc. (Non-consolidated)

(2) Other figures

① Non-performing loans

Risk-monitored loans

(Yen in hundred millions)

	As of September 30, 2010	As of March 31, 2011	As of September 30, 2011
Loans to borrowers in bankruptcy	6	5	4
Overdue loans	16	10	10
Loans overdue for three months or more	—	—	—
Restructured loans	4	6	3
Total	27	22	18
Percent of total loans	0.6%	0.5%	0.4%

(Reference) Total loans	4,681	4,556	4,224
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Results of self-assessment

(Yen in hundred millions)

	As of September 30, 2010	As of March 31, 2011	As of September 30, 2011
No category	46,457	45,692	43,284
Category II	486	488	483
Category III	93	94	91
Category IV	56	81	294
Subtotal (Category II-IV)	637	665	869
Total	47,094	46,357	44,154

Note)

The above figures represent amounts before recognition of impairment losses. Impairment losses on securities are included in "Category IV".

② Impairment losses on securities

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011
Domestic bonds	—	—	—
Domestic stocks	27	63	265
Foreign securities	10	4	7
Others	—	—	0
Total	37	67	273

Applied rules of Impairment loss recognition

Impairment losses on securities (excluding securities which are considered extremely difficult to figure out their fair value) are recognized if fair value declines by 30% or more of their cost (historical cost or amortized cost).

③ Investment in government bonds of five European countries (Group basis)

(Yen in hundred millions)

	Six months ended September 30, 2011
Ireland	0
Italy	309
Greece	—
Spain	32
Portugal	—

Note)

The above figures represent amounts on a NKSJ Holdings, Inc. consolidated basis.

Sompo Japan Insurance Inc. (Non-consolidated)

④ Impairment losses on fixed assets

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011
Land	2	2	—
Buildings	0	0	—
Others	—	—	—
Total	2	2	—

⑤ Unrealized gains and losses on securities

(Yen in hundred millions)

	As of September 30, 2010	As of March 31, 2011	As of September 30, 2011
Domestic bonds	654	357	489
Domestic stocks	4,249	4,635	3,521
Foreign securities	(384)	(464)	(773)
Others	37	24	9
Total	4,556	4,553	3,247

Notes)

1. Unrealized gains and losses on monetary receivables bought are included in "Others" above.
2. Besides the above, unrealized gains (losses) on trust assets in money trusts other than trading purposes or held to maturity amount to (0.1) billion yen as of September 30, 2010.

⑥ Claims by natural disasters

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011
Direct claims paid a	14	68	123
Net claims paid b	14	47	78
Unpaid claims c	4	489	199
Net incurred loss b + c	18	537	277

Notes)

1. This table represents paid and unpaid claims related to natural disasters which occurred in the period.
2. Amounts of unpaid claims are calculated by deducting reinsurance recoverable on unpaid loss from reserve for outstanding losses and claims.

⑦ Catastrophic loss reserve

(Yen in hundred millions, %)

Business line	Six months ended September 30, 2010			Year ended March 31, 2011			Six months ended September 30, 2011		
	Balance	Balance ratio	Provision	Balance	Balance ratio	Provision	Balance	Balance ratio	Provision
Fire and allied insurance	1,580	119.9	95	1,709	123.9	224	1,813	130.0	118
Marine insurance	264	102.1	4	271	107.2	9	275	109.9	4
Personal accident insurance	857	63.3	21	815	64.1	39	823	59.3	21
Voluntary automobile insurance	265	4.1	194	386	6.0	386	234	3.6	195
Others	1,021	56.6	61	1,023	65.4	70	1,053	60.0	39
Total	3,989	35.8	377	4,206	38.7	729	4,200	37.5	380

Notes)

1. Balance ratio = Balance of catastrophic loss reserve / Net premiums written (excluding household earthquake insurance and compulsory automobile liability insurance) × 100
As for the interim fiscal year, net premiums written are doubled for the calculation of balance ratio.
2. Provision represents gross amounts before excluding reversal.

⑧ Claims paid due to the Great East Japan Earthquake (excluding household earthquake insurance)

(Yen in hundred millions)

	Six months ended September 30, 2011	Cumulative amount as of September 30, 2011
Net claims paid	113	114
Net incurred loss	11	397

Note)

Cumulative amount as of September 30, 2011 represents cumulative total since the occurrence of the Great East Japan Earthquake as of September 30, 2011.

Sompo Japan Insurance Inc. (Non-consolidated)

⑨ Reinsurance assumed

(Yen in hundred millions)

Business line	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Reinsurance premiums assumed	Reinsurance claims assumed	Reinsurance premiums assumed	Reinsurance claims assumed
Fire and allied insurance	114	29	134	738
Marine insurance	25	19	36	26
Personal accident insurance	6	3	6	4
Voluntary automobile insurance	12	10	17	12
Compulsory automobile liability insurance	565	780	582	775
Others	68	255	50	16
Total	792	1,098	828	1,573

⑩ Reinsurance ceded

(Yen in hundred millions)

Business line	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Reinsurance premiums ceded	Reinsurance claims ceded	Reinsurance premiums ceded	Reinsurance claims ceded
Fire and allied insurance	272	10	298	2,351
Marine insurance	57	74	71	44
Personal accident insurance	8	7	13	7
Voluntary automobile insurance	13	9	6	2
Compulsory automobile liability insurance	618	871	696	882
Others	162	24	161	63
Total	1,132	997	1,248	3,352

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

(1) Key figures

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011	Increase (Decrease)	
				(C) - (B)	(C) - (A)
	(A)	(B)	(C)		
① Net premiums written	3,165	6,206	3,198	—	32
Rate of change	(1.0)%	(2.0)%	1.0 %	3.0 %	2.0 %
② Total assets	25,081	24,591	23,362	(1,229)	(1,719)
③ Net loss ratio	67.1 %	69.6 %	88.0 %	18.4 %	20.9 %
④ Net expense ratio	35.3 %	35.8 %	34.4 %	(1.4)%	(0.9)%
⑤ Combined ratio	102.4 %	105.3 %	122.5 %	17.2 %	20.1 %
Underwriting result ratio	(2.4)%	(5.3)%	(22.5)%	(17.2)%	(20.1)%
⑥ Voluntary automobile insurance					
• Net premiums written	1,579	3,148	1,588	—	8
Rate of change	(1.6)%	(1.2)%	0.6 %	1.8 %	2.2 %
• Underwriting result ratio	(2.5)%	(4.3)%	(1.6)%	2.7 %	0.9 %
• Net loss ratio	70.5 %	72.9 %	70.2 %	(2.7)%	(0.3)%
• Net expense ratio	32.0 %	31.4 %	31.4 %	— %	(0.6)%
⑦ Fire and allied insurance					
• Net premiums written	423	895	442	—	18
Rate of change	(3.1)%	(7.3)%	4.4 %	11.7 %	7.5 %
• Underwriting result ratio	7.8 %	7.8 %	(144.8)%	(152.6)%	(152.6)%
• Net loss ratio	48.6 %	47.5 %	202.8 %	155.3 %	154.2 %
• Net expense ratio	43.6 %	44.7 %	42.1 %	(2.6)%	(1.5)%
⑧ Number of employees	9,962	9,887	10,799	912	837
⑨ Number of agencies	27,972	27,626	27,068	(558)	(904)

Notes)

1. Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written × 100
2. Net expense ratio = (Net commissions and brokerage fees + Operating, general and administrative expenses related to underwriting) / Net premiums written × 100
3. Combined ratio = Net loss ratio + Net expense ratio
4. Underwriting result ratio = 100 - Combined ratio
5. Items with % within "Increase (Decrease)" represent change from the year ended March 31, 2011 and the six months ended September 30, 2010, respectively.
6. Number of employees does not include numbers of agent trainees nor in-house agents but includes numbers of employees who are loaned from other companies.

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

(2) Other figures

① Non-performing assets

Risk-monitored loans

(Yen in hundred millions)

	As of September 30, 2010	As of March 31, 2011	As of September 30, 2011
Loans to borrowers in bankruptcy	0	0	0
Overdue loans	11	11	11
Loans overdue for three months or more	—	—	—
Restructured loans	3	2	2
Total	15	14	14
Percent of total loans	0.7%	0.7%	0.7%

(Reference) Total loans	2,126	2,007	1,916
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Results of self-assessment

(Yen in hundred millions)

	As of September 30, 2010	As of March 31, 2011	As of September 30, 2011
No category	24,264	23,675	22,342
Category II	80	94	93
Category III	16	14	12
Category IV	15	44	17
Subtotal (Category II-IV)	112	153	123
Total	24,376	23,828	22,465

Notes)

1. Total represents the amount before amortized or provisioned, however the amount of Category III and IV are fully amortized and/or provisioned.

2. Since 0.1 billion yen included in Category IV as of September 30, 2010 was recorded as impairment losses on securities, the amount is excluded from Category IV as of March 31, 2011.

② Impairment losses on securities

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011
Domestic bonds	—	—	2
Domestic stocks	8	35	7
Foreign securities	2	1	0
Others	0	—	—
Total	11	36	10

Applied rules of impairment loss recognition

As a general rule, NIPPONKOA recognized impairment losses on securities if the fair value declined by 30% or more from book value.

③ Investment in government bonds of five European countries (Group basis)

Please refer to the same item within Sompo Japan Insurance Inc.(Non-consolidated), because it represents amounts on a NKSJ Holdings, Inc. consolidated basis.

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

④ Impairment losses on fixed assets

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011
Land	3	5	1
Buildings	0	3	0
Others	0	0	—
Total	4	8	1

⑤ Unrealized gains and losses on securities

(Yen in hundred millions)

	As of September 30, 2010	As of March 31, 2011	As of September 30, 2011
Domestic bonds	301	117	213
Domestic stocks	1,944	2,074	1,538
Foreign securities	(60)	(113)	(166)
Others	4	9	4
Total	2,190	2,088	1,590

Note)

The above figures represent difference between costs and book values for securities available for sale (excluding securities available for sale which are considered extremely difficult to figure out fair value).

⑥ Claims by natural disasters

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011
Direct claims paid a	15	116	104
Net claims paid b	15	49	69
Unpaid claims c	7	268	147
Net incurred loss b + c	23	317	217

Notes)

- This table represents paid and unpaid claims related to natural disasters which occurred in the period.
- Amounts of unpaid claims are calculated by deducting reinsurance recoverable on unpaid loss from reserve for outstanding losses and claims.
- Claims by natural disasters include claims caused by earthquakes.

⑦ Catastrophic loss reserve

(Yen in hundred millions, %)

Business line	Six months ended September 30, 2010			Year ended March 31, 2011			Six months ended September 30, 2011		
	Balance	Balance ratio	Provision	Balance	Balance ratio	Provision	Balance	Balance ratio	Provision
Fire and allied insurance	1,240	150.2	28	1,272	145.7	60	1,153	133.1	30
Marine insurance	190	137.0	3	194	138.9	6	195	141.7	3
Personal accident insurance	199	36.5	8	170	34.4	15	167	30.7	8
Voluntary automobile insurance	109	3.5	108	216	6.9	216	135	4.3	109
Others	532	60.9	21	547	70.1	37	560	63.7	21
Total	2,271	41.0	170	2,400	44.1	335	2,212	39.5	173

Notes)

- Balance ratio = Balance of catastrophic loss reserve / Net premiums written (excluding household earthquake insurance and compulsory automobile liability insurance) × 100
As for the interim fiscal year, net premiums written (excluding household earthquake insurance and compulsory automobile liability insurance) are doubled for the calculation of balance ratio.
- Provision represents gross amounts.

⑧ Claims paid due to the Great East Japan Earthquake (excluding household earthquake insurance)

(Yen in hundred millions)

	Six months ended September 30, 2011	Cumulative amount as of September 30, 2011
Net claims paid	148	148
Net incurred loss	1	195

Note)

Cumulative amount as of September 30, 2011 represents cumulative total since the occurrence of the Great East Japan Earthquake as of September 30, 2011.

NIPPONKOA Insurance Co., Ltd. (Non-consolidated)

⑨ Reinsurance assumed

(Yen in hundred millions)

Business line	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Reinsurance premiums assumed	Reinsurance claims assumed	Reinsurance premiums assumed	Reinsurance claims assumed
Fire and allied insurance	21	6	23	503
Marine insurance	9	8	10	7
Personal accident insurance	13	7	14	8
Voluntary automobile insurance	13	8	1	10
Compulsory automobile liability insurance	258	359	264	357
Others	14	2	14	7
Total	331	393	329	894

⑩ Reinsurance ceded

(Yen in hundred millions)

Business line	Six months ended September 30, 2010		Six months ended September 30, 2011	
	Reinsurance premiums ceded	Reinsurance claims ceded	Reinsurance premiums ceded	Reinsurance claims ceded
Fire and allied insurance	153	12	161	1,253
Marine insurance	13	13	16	10
Personal accident insurance	7	2	8	2
Voluntary automobile insurance	14	8	0	8
Compulsory automobile liability insurance	270	379	306	393
Others	41	7	41	15
Total	501	425	535	1,683

[Supplementary Information]

Sompo Japan Insurance Inc. and NIPPONKOA Insurance Co., Ltd. (Combined)

(Yen in hundred millions)

	Six months ended September 30, 2010	Year ended March 31, 2011	Six months ended September 30, 2011	Increase (Decrease)	Increase (Decrease)
				(C) - (B)	(C) - (A)
	(A)	(B)	(C)		
① Net premiums written	9,602	18,772	9,678	—	76
Rate of change	(0.1)%	(0.8)%	0.8 %	1.6 %	0.9 %
② Total assets	73,654	72,455	69,287	(3,168)	(4,367)
③ Net loss ratio	68.6 %	71.5 %	82.0 %	10.5 %	13.4 %
④ Net expense ratio	34.0 %	34.4 %	33.6 %	(0.8)%	(0.4)%
⑤ Combined ratio	102.6 %	105.9 %	115.6 %	9.7 %	13.0 %
Underwriting result ratio	(2.6)%	(5.9)%	(15.6)%	(9.7)%	(13.0)%
⑥ Voluntary automobile insurance					
• Net premiums written	4,777	9,548	4,797	—	19
Rate of change	(1.1)%	(0.4)%	0.4 %	0.9 %	1.5 %
• Underwriting result ratio	(2.6)%	(4.9)%	(2.4)%	2.5 %	0.2 %
• Net loss ratio	69.7 %	72.3 %	69.8 %	(2.4)%	0.1 %
• Net expense ratio	32.9 %	32.6 %	32.5 %	(0.1)%	(0.4)%
⑦ Fire and allied insurance					
• Net premiums written	1,099	2,307	1,154	—	55
Rate of change	(1.4)%	(4.1)%	5.0 %	9.1 %	6.4 %
• Underwriting result ratio	10.5 %	12.4 %	(120.2)%	(132.6)%	(130.7)%
• Net loss ratio	45.3 %	43.9 %	177.3 %	133.5 %	132.0 %
• Net expense ratio	44.1 %	43.8 %	42.9 %	(0.9)%	(1.3)%
⑧ Number of employees	28,989	28,595	29,262	667	273
⑨ Number of agencies	73,505	72,710	71,664	(1,046)	(1,841)

Notes)

1. Net loss ratio = (Net claims paid + Loss adjustment expenses) / Net premiums written × 100

2. Net expense ratio = (Net commissions and brokerage fees + Operating, general and administrative expenses related to underwriting) / Net premiums written × 100

3. Combined ratio = Net loss ratio + Net expense ratio

4. Underwriting result ratio = 100 - Combined ratio

5. Items with % within "Increase (Decrease)" represent change from the year ended March 31, 2011 and the six months ended September 30, 2010, respectively.