

UNOFFICIAL TRANSLATION

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Summary of Consolidated Financial Results
for the three months ended June 30, 2013

Supplementary Information

August 9, 2013

NKSJ Holdings, Inc.

(Stock code number : 8630)

Summary of Consolidated Financial Results for the three months ended June 30, 2013

Supplementary Information Contents

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Overview of Business Results of Principal Consolidated Subsidiaries

Sompo Japan Insurance Inc. (Non-consolidated)

Quarterly Balance Sheet

	As of March 31, 2013	As of June 30, 2013	(Millions of yen) Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	238,184	115,081	(123,102)
Call loans	56,700	60,000	3,300
Receivables under resale agreements	80,483	99,976	19,492
Monetary receivables bought	21,542	19,851	(1,691)
Money trusts	28,995	59,595	30,599
Securities	3,184,642	3,293,946	109,304
Loans	411,282	408,134	(3,148)
Tangible fixed assets	208,482	207,605	(877)
Intangible fixed assets	86	85	(0)
Other assets	411,065	400,417	(10,648)
Deferred tax assets	79,760	67,089	(12,670)
Customers' liabilities for acceptances and guarantees	35,200	34,760	(440)
Allowance for possible credit losses	(2,468)	(2,400)	67
Allowance for possible investment losses	(8,880)	(8,880)	—
Total assets	4,745,077	4,755,262	10,184
Liabilities:			
Underwriting funds:	3,376,310	3,414,310	37,999
Reserve for outstanding losses and claims	614,979	627,393	12,414
Underwriting reserves	2,761,331	2,786,916	25,584
Corporate bonds	261,560	261,560	—
Other liabilities	257,692	205,419	(52,273)
Reserve for retirement benefits	76,187	77,166	979
Reserve for bonus payments	13,753	4,236	(9,517)
Reserve for bonus payments to directors	140	—	(140)
Reserves under the special laws:	19,388	20,701	1,313
Reserve for price fluctuation	19,388	20,701	1,313
Acceptances and guarantees	35,200	34,760	(440)
Total liabilities	4,040,233	4,018,153	(22,079)
Net assets:			
Shareholders' equity:			
Common stock	70,000	70,000	—
Capital surplus	24,229	24,229	—
Retained earnings	169,069	166,038	(3,031)
Total shareholders' equity	263,299	260,267	(3,031)
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	441,544	476,840	35,296
Total valuation and translation adjustments	441,544	476,840	35,296
Total net assets	704,843	737,108	32,264
Total liabilities and net assets	4,745,077	4,755,262	10,184

Sampo Japan Insurance Inc. (Non-consolidated)

Quarterly Statement of Income

(Millions of yen)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)	Three months ended June 30, 2013 (April 1 to June 30, 2013)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	400,278	402,802	2,523	0.6 %
Underwriting income:	379,159	382,641	3,482	0.9
Net premiums written	339,870	347,394	7,523	2.2
Deposits of premiums by policyholders	26,789	25,735	(1,054)	(3.9)
Interest and dividend income on deposits of premiums, etc.	8,777	8,164	(612)	(7.0)
Reversal of reserve for outstanding losses and claims	3,095	—	(3,095)	(100.0)
Investment income:	19,903	18,926	(977)	(4.9)
Interest and dividend income	20,798	20,524	(273)	(1.3)
Investment gains on money trusts	0	872	872	1,060,622.8
Investment gains on trading securities	10	—	(10)	(100.0)
Gains on sales of securities	5,865	3,327	(2,538)	(43.3)
Transfer of interest and dividend income on deposits of premiums, etc.	(8,777)	(8,164)	612	—
Other ordinary income	1,216	1,234	18	1.5
Ordinary expenses:	431,303	405,211	(26,091)	(6.0)
Underwriting expenses:	332,600	348,399	15,799	4.8
Net claims paid	211,810	193,439	(18,371)	(8.7)
Loss adjustment expenses	22,614	22,732	118	0.5
Net commissions and brokerage fees	58,447	60,407	1,960	3.4
Maturity refunds to policyholders	36,543	33,188	(3,354)	(9.2)
Provision for reserve for outstanding losses and claims	—	12,414	12,414	—
Provision for underwriting reserves	2,243	25,584	23,341	1,040.6
Investment expenses:	42,457	1,318	(41,138)	(96.9)
Investment losses on money trusts	—	15	15	—
Losses on sales of securities	96	100	3	3.3
Impairment losses on securities	40,757	277	(40,480)	(99.3)
Operating, general and administrative expenses	54,336	52,478	(1,857)	(3.4)
Other ordinary expenses:	1,908	3,013	1,105	57.9
Interest paid	1,824	2,932	1,107	60.7
Ordinary loss	(31,024)	(2,409)	28,615	—
Extraordinary gains:	13,195	25	(13,170)	(99.8)
Gains on disposal of fixed assets	22	25	2	9.9
Reversal of reserves under the special laws:	13,172	—	(13,172)	(100.0)
Reversal of reserve for price fluctuation	13,172	—	(13,172)	(100.0)
Extraordinary losses:	55	3,286	3,230	5,808.3
Losses on disposal of fixed assets	55	54	(1)	(1.8)
Provision for reserves under the special laws:	—	1,313	1,313	—
Provision for reserve for price fluctuation	—	1,313	1,313	—
Other extraordinary losses	—	1,918	1,918	—
Net loss before income taxes	(17,884)	(5,670)	12,213	—
Income taxes and deferred income taxes	4,286	(2,638)	(6,925)	(161.6)
Net loss	(22,171)	(3,031)	19,139	—
Underwriting result:				
Net premiums written (+)	339,870	347,394	7,523	2.2
Net claims paid (—)	211,810	193,439	(18,371)	(8.7)
Loss adjustment expenses (—)	22,614	22,732	118	0.5
Net operating expenses: (—)	109,525	110,374	849	0.8
Net commissions and brokerage fees	58,447	60,407	1,960	3.4
Operating, general and administrative expenses related to underwriting	51,077	49,966	(1,111)	(2.2)
Underwriting result	(4,079)	20,848	24,928	—
Underwriting profit (loss)	(5,408)	(15,128)	(9,720)	—
Ratios:				
Net loss ratio (%)	69.0	62.2	(6.7)	
Net operating expenses ratio (%)	32.2	31.8	(0.5)	
Underwriting result ratio (%)	(1.2)	6.0	7.2	

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	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	45,632	12.4 %	6.4 %	46,946	12.2 %	2.9 %
Marine insurance	8,285	2.2	2.9	9,428	2.5	13.8
Personal accident insurance	37,436	10.2	1.5	37,825	9.8	1.0
Voluntary automobile insurance	167,127	45.4	2.1	172,602	44.9	3.3
Compulsory automobile liability insurance	52,606	14.3	8.1	55,450	14.4	5.4
Others	57,388	15.6	3.8	62,161	16.2	8.3
Total	368,476	100.0	3.7	384,415	100.0	4.3
Deposits of premiums by policyholders	26,789	—	(2.7)	25,735	—	(3.9)

Net premiums written

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	36,057	10.6 %	5.6 %	35,112	10.1 %	(2.6) %
Marine insurance	6,108	1.8	(1.1)	7,350	2.1	20.3
Personal accident insurance	37,221	11.0	1.9	37,700	10.9	1.3
Voluntary automobile insurance	167,615	49.3	2.2	173,014	49.8	3.2
Compulsory automobile liability insurance	43,667	12.8	16.6	42,417	12.2	(2.9)
Others	49,200	14.5	(0.5)	51,797	14.9	5.3
Total	339,870	100.0	3.7	347,394	100.0	2.2

Net claims paid

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	33,231	9.0 %	95.9 %	20,178	(39.3) %	59.7 %
Marine insurance	3,054	(34.2)	54.7	3,837	25.6	55.5
Personal accident insurance	17,451	0.9	51.4	18,360	5.2	53.9
Voluntary automobile insurance	100,533	6.2	68.4	95,191	(5.3)	63.3
Compulsory automobile liability insurance	39,528	3.1	98.5	37,244	(5.8)	96.6
Others	18,009	(11.6)	39.9	18,626	3.4	39.1
Total	211,810	2.9	69.0	193,439	(8.7)	62.2

Sampo Japan Insurance Inc. (Non-consolidated)

Solvency Margin Ratio (Non-consolidated)

	(Millions of yen)	
	As of March 31, 2013	As of June 30, 2013
(A) Total Solvency Margin (Non-consolidated)	1,493,106	1,546,074
Capital and funds, etc.	263,299	260,267
Reserve for price fluctuation	19,388	20,701
Contingency reserve	611	611
Catastrophic loss reserve	385,026	396,698
General allowance for possible credit losses	215	199
Unrealized gains and losses on securities (before tax effect deductions)	571,425	610,232
Unrealized gains and losses on land	22,103	22,086
Excess amount of reserve for maturity refunds	—	—
Subordinated debt, etc.	261,560	261,560
Excess amount of reserve for maturity refunds and subordinated debt, etc. which are excluded from total solvency margin	—	—
Deductions	92,366	86,766
Others	61,841	60,482
(B) Total Risks (Non-consolidated)	462,503	466,162
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	110,429	110,594
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	16,828	16,828
Investment risk (R_4)	279,657	291,347
Business management risk (R_5)	10,843	10,931
Major catastrophe risk (R_6)	135,276	127,811
(C) Solvency Margin Ratio (Non-consolidated)	645.6 %	663.3 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above figures are calculated based on the provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996). The figures as of June 30, 2013 are partly calculated by using the simplified method, for example, some bases for the major catastrophe risk calculation are deemed same as the figures as of March 31, 2013.

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

Quarterly Balance Sheet

	As of March 31, 2013	As of June 30, 2013	(Millions of yen) Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	135,943	117,308	(18,634)
Call loans	10,000	—	(10,000)
Monetary receivables bought	426	410	(16)
Money trusts	38,783	38,504	(278)
Securities	1,629,386	1,636,776	7,389
Loans	188,452	181,274	(7,177)
Tangible fixed assets	121,832	119,933	(1,898)
Intangible fixed assets	514	514	(0)
Other assets	144,076	143,746	(329)
Deferred tax assets	25,441	26,042	600
Allowance for possible credit losses	(1,687)	(1,677)	9
Total assets	2,293,170	2,262,833	(30,336)
Liabilities:			
Underwriting funds:	1,713,373	1,707,798	(5,575)
Reserve for outstanding losses and claims	281,518	279,575	(1,943)
Underwriting reserves	1,431,855	1,428,223	(3,632)
Other liabilities	94,998	68,698	(26,299)
Reserve for retirement benefits	24,020	24,307	286
Reserve for bonus payments	6,786	1,634	(5,151)
Reserve for bonus payments to directors	41	—	(41)
Reserves under the special laws:	13,849	14,513	663
Reserve for price fluctuation	13,849	14,513	663
Total liabilities	1,853,069	1,816,952	(36,117)
Net assets:			
Shareholders' equity:			
Common stock	91,249	91,249	—
Capital surplus	21,702	21,702	—
Retained earnings	80,045	88,201	8,156
Total shareholders' equity	192,996	201,153	8,156
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	239,450	239,170	(279)
Deferred gains and losses on hedges	7,653	5,556	(2,096)
Total valuation and translation adjustments	247,104	244,727	(2,376)
Total net assets	440,100	445,880	5,780
Total liabilities and net assets	2,293,170	2,262,833	(30,336)

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

Quarterly Statement of Income

(Millions of yen)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)	Three months ended June 30, 2013 (April 1 to June 30, 2013)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	225,144	204,883	(20,261)	(9.0) %
Underwriting income:	206,454	182,621	(23,833)	(11.5)
Net premiums written	161,678	164,841	3,163	2.0
Deposits of premiums by policyholders	9,823	7,417	(2,406)	(24.5)
Interest and dividend income on deposits of premiums, etc.	4,606	4,392	(214)	(4.6)
Reversal of reserve for outstanding losses and claims	6,624	1,943	(4,681)	(70.7)
Reversal of underwriting reserves	23,711	3,632	(20,078)	(84.7)
Investment income:	18,340	21,971	3,630	19.8
Interest and dividend income	12,993	13,150	157	1.2
Investment gains on money trusts	—	413	413	—
Gains on sales of securities	5,019	10,618	5,599	111.6
Transfer of interest and dividend income on deposits of premiums, etc.	(4,606)	(4,392)	214	—
Other ordinary income	349	291	(58)	(16.7)
Ordinary expenses:	208,968	188,858	(20,110)	(9.6)
Underwriting expenses:	174,533	159,347	(15,186)	(8.7)
Net claims paid	112,503	99,455	(13,048)	(11.6)
Loss adjustment expenses	10,149	9,940	(209)	(2.1)
Net commissions and brokerage fees	28,857	30,698	1,841	6.4
Maturity refunds to policyholders	21,822	19,143	(2,678)	(12.3)
Investment expenses:	4,730	1,536	(3,193)	(67.5)
Investment losses on money trusts	258	615	356	138.1
Losses on sales of securities	8	110	101	1,204.5
Impairment losses on securities	3,257	191	(3,066)	(94.1)
Operating, general and administrative expenses	29,599	27,901	(1,697)	(5.7)
Other ordinary expenses:	105	72	(32)	(31.3)
Interest paid	16	6	(9)	(59.6)
Ordinary profit	16,176	16,025	(150)	(0.9)
Extraordinary gains:	21	6	(15)	(71.0)
Gains on disposal of fixed assets	21	6	(15)	(71.0)
Extraordinary losses:	786	4,071	3,285	418.0
Losses on disposal of fixed assets	19	32	12	63.2
Impairment losses	97	2,369	2,271	2,335.9
Provision for reserves under the special laws:	668	663	(5)	(0.8)
Provision for reserve for price fluctuation	668	663	(5)	(0.8)
Other extraordinary losses	—	1,006	1,006	—
Net income before income taxes	15,411	11,960	(3,451)	(22.4)
Income taxes and deferred income taxes	5,255	3,803	(1,452)	(27.6)
Net income	10,156	8,156	(1,999)	(19.7)
Underwriting result:				
Net premiums written (+)	161,678	164,841	3,163	2.0
Net claims paid (—)	112,503	99,455	(13,048)	(11.6)
Loss adjustment expenses (—)	10,149	9,940	(209)	(2.1)
Net operating expenses: (—)	57,297	57,588	291	0.5
Net commissions and brokerage fees	28,857	30,698	1,841	6.4
Operating, general and administrative expenses related to underwriting	28,439	26,890	(1,549)	(5.4)
Underwriting result	(18,272)	(2,142)	16,129	—
Underwriting profit (loss)	2,766	(4,538)	(7,305)	(264.0)
Ratios:				
Net loss ratio (%)	75.9	66.4	(9.5)	
Net operating expenses ratio (%)	35.4	34.9	(0.5)	
Underwriting result ratio (%)	(11.3)	(1.3)	10.0	

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	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	30,974	17.1 %	2.2 %	30,397	16.6 %	(1.9) %
Marine insurance	3,680	2.0	(0.3)	3,755	2.1	2.0
Personal accident insurance	14,408	8.0	1.3	14,270	7.8	(1.0)
Voluntary automobile insurance	82,731	45.8	1.9	83,183	45.4	0.5
Compulsory automobile liability insurance	23,178	12.8	8.6	24,291	13.3	4.8
Others	25,791	14.3	2.1	27,288	14.9	5.8
Total	180,764	100.0	2.7	183,186	100.0	1.3
Deposits of premiums by policyholders	9,823	—	(8.2)	7,417	—	(24.5)

Net premiums written

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	18,375	11.4 %	(14.3) %	19,898	12.1 %	8.3 %
Marine insurance	3,118	1.9	1.1	3,691	2.2	18.4
Personal accident insurance	14,690	9.1	1.6	14,971	9.1	1.9
Voluntary automobile insurance	82,548	51.0	1.3	82,957	50.3	0.5
Compulsory automobile liability insurance	19,565	12.1	17.5	19,091	11.6	(2.4)
Others	23,379	14.5	(1.5)	24,232	14.7	3.6
Total	161,678	100.0	0.5	164,841	100.0	2.0

Net claims paid

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	24,731	(11.6) %	138.9 %	16,225	(34.4) %	85.3 %
Marine insurance	1,516	0.9	50.2	1,424	(6.1)	39.9
Personal accident insurance	6,628	(5.5)	49.7	6,809	2.7	49.9
Voluntary automobile insurance	50,956	7.4	69.1	47,237	(7.3)	64.3
Compulsory automobile liability insurance	18,096	2.5	100.9	16,976	(6.2)	96.3
Others	10,575	9.0	49.0	10,781	1.9	48.4
Total	112,503	1.1	75.9	99,455	(11.6)	66.4

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

Solvency Margin Ratio (Non-consolidated)

	(Millions of yen)	
	As of March 31, 2013	As of June 30, 2013
(A) Total Solvency Margin (Non-consolidated)	710,509	725,416
Capital and funds, etc.	192,996	201,153
Reserve for price fluctuation	13,849	14,513
Contingency reserve	8	8
Catastrophic loss reserve	178,714	179,665
General allowance for possible credit losses	50	68
Unrealized gains and losses on securities (before tax effect deductions)	303,023	303,109
Unrealized gains and losses on land	13,706	15,157
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	11,769	11,769
Others	19,928	23,510
(B) Total Risks (Non-consolidated)	266,095	241,375
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	57,467	57,446
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	0	0
Guaranteed interest rate risk (R_3)	9,261	9,108
Investment risk (R_4)	148,113	142,891
Business management risk (R_5)	6,145	5,653
Major catastrophe risk (R_6)	92,411	73,227
(C) Solvency Margin Ratio (Non-consolidated)	534.0 %	601.0 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above figures are calculated based on the provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996). The figures as of June 30, 2013 are partly calculated by using the simplified method, for example, some bases for the major catastrophe risk calculation are deemed same as the figures as of March 31, 2013.

Sonpo 24 Insurance Company Limited (Non-consolidated)

Quarterly Balance Sheet

	As of March 31, 2013	As of June 30, 2013	(Millions of yen) Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	2,169	2,058	(110)
Securities	17,196	17,379	183
Tangible fixed assets	161	149	(11)
Other assets	957	795	(162)
Total assets	20,484	20,383	(101)
Liabilities:			
Underwriting funds:	11,892	12,226	334
Reserve for outstanding losses and claims	4,026	4,283	257
Underwriting reserves	7,866	7,943	77
Other liabilities	1,912	1,579	(333)
Reserve for retirement benefits	158	166	8
Reserve for bonus payments	90	23	(67)
Reserves under the special laws:	30	31	0
Reserve for price fluctuation	30	31	0
Deferred tax liabilities	12	6	(5)
Total liabilities	14,096	14,034	(62)
Net assets:			
Shareholders' equity:			
Common stock	19,000	19,000	—
Capital surplus	19,000	19,000	—
Retained earnings	(31,639)	(31,665)	(26)
Total shareholders' equity	6,360	6,334	(26)
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	27	14	(12)
Total valuation and translation adjustments	27	14	(12)
Total net assets	6,388	6,348	(39)
Total liabilities and net assets	20,484	20,383	(101)

Sonpo 24 Insurance Company Limited (Non-consolidated)

Quarterly Statement of Income

(Millions of yen)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)	Three months ended June 30, 2013 (April 1 to June 30, 2013)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	3,242	3,419	176	5.4 %
Underwriting income:	3,216	3,415	199	6.2
Net premiums written	3,182	3,413	231	7.3
Interest and dividend income on deposits of premiums, etc.	1	2	0	4.8
Reversal of underwriting reserves	32	—	(32)	(100.0)
Investment income:	26	3	(22)	(87.2)
Interest and dividend income	28	5	(22)	(80.7)
Transfer of interest and dividend income on deposits of premiums, etc.	(1)	(2)	(0)	—
Other ordinary income	0	0	(0)	(24.4)
Ordinary expenses:	3,193	3,443	249	7.8
Underwriting expenses:	2,447	2,714	267	10.9
Net claims paid	1,931	1,916	(15)	(0.8)
Loss adjustment expenses	228	231	3	1.3
Net commissions and brokerage fees	217	232	14	6.9
Provision for reserve for outstanding losses and claims	70	257	187	267.2
Provision for underwriting reserves	—	77	77	—
Operating, general and administrative expenses	745	728	(16)	(2.3)
Other ordinary expenses	0	0	(0)	(84.8)
Ordinary profit (loss)	48	(24)	(73)	(150.5)
Extraordinary losses:	0	0	(0)	(1.2)
Losses on disposal of fixed assets	0	—	(0)	(100.0)
Provision for reserves under the special laws:	0	0	0	2.9
Provision for reserve for price fluctuation	0	0	0	2.9
Net income (loss) before income taxes	47	(25)	(73)	(153.2)
Income taxes and deferred income taxes	0	0	—	—
Net income (loss)	46	(26)	(73)	(156.3)
Underwriting result:				
Net premiums written (+)	3,182	3,413	231	7.3
Net claims paid (—)	1,931	1,916	(15)	(0.8)
Loss adjustment expenses (—)	228	231	3	1.3
Net operating expenses: (—)	962	960	(1)	(0.2)
Net commissions and brokerage fees	217	232	14	6.9
Operating, general and administrative expenses related to underwriting	745	728	(16)	(2.3)
Underwriting result	59	305	245	412.0
Underwriting profit (loss)	23	(27)	(50)	(216.3)
Ratios:				
Net loss ratio (%)	67.9	62.9	(5.0)	
Net operating expenses ratio (%)	30.2	28.1	(2.1)	
Underwriting result ratio (%)	1.9	8.9	7.0	

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	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	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	3,190	100.0	12.4	3,421	100.0	7.2
Compulsory automobile liability insurance	—	—	—	—	—	—
Others	—	—	—	—	—	—
Total	3,190	100.0	12.4	3,421	100.0	7.2
Deposits of premiums by policyholders	—	—	—	—	—	—

Net premiums written

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	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	3,135	98.5	12.5	3,363	98.5	7.3
Compulsory automobile liability insurance	46	1.5	37.1	50	1.5	8.1
Others	—	—	—	—	—	—
Total	3,182	100.0	12.8	3,413	100.0	7.3

Net claims paid

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	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	1,873	27.6	67.0	1,858	(0.8)	62.2
Compulsory automobile liability insurance	58	7.6	126.4	57	(1.8)	114.8
Others	—	—	—	—	—	—
Total	1,931	26.9	67.9	1,916	(0.8)	62.9

Sonpo 24 Insurance Company Limited (Non-consolidated)

Solvency Margin Ratio (Non-consolidated)

	(Millions of yen)	
	As of March 31, 2013	As of June 30, 2013
(A) Total Solvency Margin (Non-consolidated)	6,837	6,735
Capital and funds, etc.	6,360	6,334
Reserve for price fluctuation	30	31
Contingency reserve	—	—
Catastrophic loss reserve	410	350
General allowance for possible credit losses	—	—
Unrealized gains and losses on securities (before tax effect deductions)	36	19
Unrealized gains and losses on land	—	—
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 (Non-consolidated)	1,930	1,915
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	1,678	1,678
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)	476	370
Business management risk (R_5)	68	65
Major catastrophe risk (R_6)	118	131
(C) Solvency Margin Ratio (Non-consolidated)	708.1 %	703.2 %
$[(A) / \{(B) \times 1/2\}] \times 100$		

Note) The above figures are calculated based on the provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996). The figures as of June 30, 2013 are partly calculated by using the simplified method, for example, some bases for the investment risk calculation are deemed same as the figures as of March 31, 2013.

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

Quarterly Balance Sheet

	As of March 31, 2013	As of June 30, 2013	(Millions of yen) Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	1,834	1,776	(58)
Money trusts	1,369	1,385	16
Securities	29,041	26,384	(2,657)
Loans	10	10	(0)
Tangible fixed assets	256	257	1
Intangible fixed assets	3,224	3,325	101
Other assets	2,634	3,430	795
Allowance for possible credit losses	(0)	(0)	—
Total assets	38,371	36,569	(1,802)
Liabilities:			
Underwriting funds:	24,543	25,886	1,342
Reserve for outstanding losses and claims	5,234	5,168	(65)
Underwriting reserves	19,309	20,717	1,407
Other liabilities	2,472	1,668	(803)
Reserve for retirement benefits to directors	34	36	2
Reserve for bonus payments	228	122	(105)
Reserves under the special laws:	13	15	1
Reserve for price fluctuation	13	15	1
Deferred tax liabilities	255	182	(72)
Total liabilities	27,546	27,911	364
Net assets:			
Shareholders' equity:			
Common stock	15,110	15,110	—
Capital surplus	13,348	13,348	—
Retained earnings	(18,378)	(20,395)	(2,016)
Total shareholders' equity	10,079	8,062	(2,016)
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	745	595	(149)
Total valuation and translation adjustments	745	595	(149)
Total net assets	10,824	8,657	(2,166)
Total liabilities and net assets	38,371	36,569	(1,802)

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

Quarterly Statement of Income

(Millions of yen)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)	Three months ended June 30, 2013 (April 1 to June 30, 2013)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	4,712	5,613	901	19.1 %
Underwriting income:	4,577	5,556	978	21.4
Net premiums written	4,456	5,389	933	20.9
Deposits of premiums by policyholders	109	91	(17)	(16.0)
Interest and dividend income on deposits of premiums, etc.	11	9	(1)	(16.6)
Reversal of reserve for outstanding losses and claims	—	65	65	—
Investment income:	38	51	12	31.6
Interest and dividend income	50	44	(5)	(11.9)
Investment gains on money trusts	—	16	16	—
Investment gains on trading securities	0	—	(0)	(100.0)
Transfer of interest and dividend income on deposits of premiums, etc.	(11)	(9)	1	—
Other ordinary income	96	6	(90)	(93.7)
Ordinary expenses:	6,402	7,625	1,222	19.1
Underwriting expenses:	4,296	4,951	654	15.2
Net claims paid	2,019	2,520	500	24.8
Loss adjustment expenses	297	353	55	18.8
Net commissions and brokerage fees	409	490	80	19.8
Maturity refunds to policyholders	159	177	17	11.1
Provision for reserve for outstanding losses and claims	99	—	(99)	(100.0)
Provision for underwriting reserves	1,308	1,407	99	7.6
Investment expenses:	67	1	(66)	(98.1)
Investment losses on money trusts	13	—	(13)	(100.0)
Impairment losses on securities	52	—	(52)	(100.0)
Operating, general and administrative expenses	2,034	2,650	615	30.3
Other ordinary expenses:	3	21	17	474.7
Interest paid	3	2	(1)	(33.0)
Ordinary loss	(1,689)	(2,011)	(321)	—
Extraordinary gains:	4	—	(4)	(100.0)
Reversal of reserves under the special laws:	4	—	(4)	(100.0)
Reversal of reserve for price fluctuation	4	—	(4)	(100.0)
Extraordinary losses:	0	3	3	434.0
Losses on disposal of fixed assets	0	0	(0)	(16.9)
Impairment losses	—	1	1	—
Provision for reserves under the special laws:	—	1	1	—
Provision for reserve for price fluctuation	—	1	1	—
Net loss before income taxes	(1,686)	(2,015)	(329)	—
Income taxes and deferred income taxes	5	1	(3)	(68.4)
Net loss	(1,691)	(2,016)	(325)	—
Underwriting result:				
Net premiums written (+)	4,456	5,389	933	20.9
Net claims paid (—)	2,019	2,520	500	24.8
Loss adjustment expenses (—)	297	353	55	18.8
Net operating expenses: (—)	2,324	3,132	807	34.7
Net commissions and brokerage fees	409	490	80	19.8
Operating, general and administrative expenses related to underwriting	1,915	2,642	726	37.9
Underwriting result	(185)	(616)	(430)	—
Underwriting profit (loss)	(1,574)	(1,993)	(419)	—
Ratios:				
Net loss ratio (%)	52.0	53.3	1.3	
Net operating expenses ratio (%)	52.2	58.1	5.9	
Underwriting result ratio (%)	(4.2)	(11.4)	(7.2)	

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	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	892	17.4 %	5.7 %	728	12.2 %	(18.3) %
Marine insurance	—	—	(100.0)	—	—	—
Personal accident insurance	1,151	22.4	(1.4)	1,060	17.8	(7.9)
Voluntary automobile insurance	2,822	54.9	36.3	3,932	65.9	39.3
Compulsory automobile liability insurance	42	0.8	(10.3)	(0)	(0.0)	(101.2)
Others	231	4.5	8.4	244	4.1	5.9
Total	5,141	100.0	18.3	5,966	100.0	16.1
Deposits of premiums by policyholders	109	—	(21.5)	91	—	(16.0)

Net premiums written

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	% of total amount	Rate of change	Amount	% of total amount	Rate of change
Fire and allied insurance	599	13.4 %	3.1 %	503	9.3 %	(16.0) %
Marine insurance	6	0.2	(8.0)	6	0.1	2.8
Personal accident insurance	721	16.2	1.9	688	12.8	(4.6)
Voluntary automobile insurance	2,792	62.7	36.3	3,878	72.0	38.9
Compulsory automobile liability insurance	106	2.4	9.3	66	1.2	(37.3)
Others	229	5.1	14.5	245	4.5	6.8
Total	4,456	100.0	22.3	5,389	100.0	20.9

Net claims paid

(Millions of yen)

Business line	Three months ended June 30, 2012 (April 1 to June 30, 2012)			Three months ended June 30, 2013 (April 1 to June 30, 2013)		
	Amount	Rate of change	Net loss ratio	Amount	Rate of change	Net loss ratio
Fire and allied insurance	134	18.1 %	24.6 %	114	(15.0)	25.6 %
Marine insurance	6	(14.6)	94.7	12	93.6	178.2
Personal accident insurance	442	(5.4)	71.1	507	14.7	85.2
Voluntary automobile insurance	1,298	8.2	53.3	1,742	34.3	51.1
Compulsory automobile liability insurance	123	14.0	125.4	118	(4.7)	184.9
Others	14	(83.6)	12.4	25	76.8	17.1
Total	2,019	1.7	52.0	2,520	24.8	53.3

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

Solvency Margin Ratio (Non-consolidated)

	(Millions of yen)	
	As of March 31, 2013	As of June 30, 2013
(A) Total Solvency Margin (Non-consolidated)	13,821	11,901
Capital and funds, etc.	10,079	8,062
Reserve for price fluctuation	13	15
Contingency reserve	11	12
Catastrophic loss reserve	2,812	3,107
General allowance for possible credit losses	—	—
Unrealized gains and losses on securities (before tax effect deductions)	900	700
Unrealized gains and losses on land	—	—
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	4	4
(B) Total Risks (Non-consolidated)	2,315	2,365
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
Underwriting risk (R_1)	1,442	1,536
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_2)	—	—
Guaranteed interest rate risk (R_3)	28	28
Investment risk (R_4)	825	747
Business management risk (R_5)	85	86
Major catastrophe risk (R_6)	554	558
(C) Solvency Margin Ratio (Non-consolidated)		
$[(A) / \{(B) \times 1/2\}] \times 100$	1,193.6 %	1,006.0 %

Note) The above figures are calculated based on the provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996). The figures as of June 30, 2013 are partly calculated by using the simplified method, for example, some bases for the major catastrophe risk calculation are deemed same as the figures as of March 31, 2013.

NKSJ Himawari Life Insurance, Inc. (Non-consolidated)

Quarterly Balance Sheet

(Millions of yen)

	As of March 31, 2013	As of June 30, 2013	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	46,850	25,273	(21,576)
Call loans	—	15,000	15,000
Securities:	1,836,684	1,855,004	18,320
Government bonds	1,304,484	1,340,593	36,108
Municipal bonds	100,045	95,000	(5,044)
Corporate bonds	372,069	351,097	(20,971)
Domestic stocks	10,366	10,887	521
Foreign securities	49,718	57,425	7,706
Loans:	35,012	35,364	352
Policy loans	35,012	35,364	352
Tangible fixed assets	1,411	1,373	(38)
Intangible fixed assets	2,088	1,835	(253)
Agency accounts receivable	179	84	(94)
Reinsurance accounts receivable	1,761	997	(764)
Other assets	35,259	35,554	294
Deferred tax assets	13,433	17,701	4,267
Allowance for possible credit losses	(49)	(46)	2
Total assets	1,972,630	1,988,140	15,510
Liabilities:			
Policy reserves:	1,856,426	1,887,803	31,377
Reserve for outstanding claims	28,345	29,281	935
Policy reserves	1,823,979	1,854,470	30,490
Reserve for dividends to policyholders	4,100	4,051	(49)
Agency accounts payable	3,711	2,345	(1,365)
Reinsurance accounts payable	1,254	1,403	149
Other liabilities	11,886	6,647	(5,239)
Reserve for bonus payments to directors	52	—	(52)
Reserve for retirement benefits	2,146	2,247	101
Reserves under the special laws:	2,218	2,310	91
Reserve for price fluctuation	2,218	2,310	91
Total liabilities	1,877,696	1,902,758	25,062
Net assets:			
Shareholders' equity:			
Common stock	17,250	17,250	—
Capital surplus	30,000	30,000	—
Retained earnings	20,380	21,395	1,015
Total shareholders' equity	67,630	68,645	1,015
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	27,304	16,736	(10,567)
Total valuation and translation adjustments	27,304	16,736	(10,567)
Total net assets	94,934	85,382	(9,552)
Total liabilities and net assets	1,972,630	1,988,140	15,510

NKSJ Himawari Life Insurance, Inc. (Non-consolidated)

Quarterly Statement of Income

(Millions of yen)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)	Three months ended June 30, 2013 (April 1 to June 30, 2013)	Increase (Decrease)	Rate of change
	Amount	Amount		
Ordinary income:	93,927	98,168	4,240	4.5 %
Insurance premiums and other:	85,482	88,215	2,732	3.2
Insurance premiums	84,288	87,288	2,999	3.6
Investment income:	8,224	9,725	1,500	18.3
Interest and dividend income	7,925	8,632	706	8.9
Gains on sales of securities	289	384	95	32.8
Investment gains on special account	—	682	682	—
Other ordinary income	221	227	6	3.0
Ordinary expenses:	91,660	95,347	3,686	4.0
Insurance claims and other:	42,130	42,961	830	2.0
Insurance claims	8,162	8,162	(0)	(0.0)
Annuity payments	489	1,258	769	157.3
Insurance benefits	6,928	7,669	740	10.7
Surrender benefits	24,859	24,224	(635)	(2.6)
Other refunds	346	394	48	13.9
Provision for policy reserves and other:	28,085	31,426	3,340	11.9
Provision for reserve for outstanding claims	1,969	935	(1,033)	(52.5)
Provision for policy reserves	26,115	30,490	4,375	16.8
Provision for interest portion of reserve for dividends to policyholders	0	0	(0)	(68.9)
Investment expenses:	920	117	(802)	(87.2)
Interest paid	24	18	(5)	(22.3)
Losses on sales of securities	—	86	86	—
Losses on derivatives	9	6	(2)	(31.0)
Investment losses on special account	875	—	(875)	(100.0)
Operating, general and administrative expenses	19,519	19,699	179	0.9
Other ordinary expenses	1,004	1,142	138	13.8
Ordinary profit	2,266	2,820	553	24.4
Extraordinary losses:	78	115	36	45.6
Losses on disposal of fixed assets	6	23	16	260.8
Provision for reserves under the special laws:	72	91	19	26.4
Provision for reserve for price fluctuation	72	91	19	26.4
Provision for reserve for dividends to policyholders	909	1,125	215	23.7
Net income before income taxes	1,278	1,579	301	23.6
Income taxes and deferred income taxes	529	564	34	6.6
Net income	748	1,015	266	35.6

NKSJ Himawari Life Insurance, Inc. (Non-consolidated)

Major Business Results

Total amount of policies in force

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

	As of March 31, 2013				As of June 30, 2013			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	3,051	108.2	188,796	108.7	3,089	101.3	191,086	101.2
Individual annuities	70	99.8	2,850	100.2	70	99.6	2,840	99.6
Group insurance	—	—	31,171	100.5	—	—	30,853	99.0
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, %)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)				Three months ended June 30, 2013 (April 1 to June 30, 2013)			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	93	85.3	6,521	93.6	82	87.9	6,160	94.5
Individual annuities	0	47.5	21	48.9	0	57.7	12	58.4
Group insurance	—	—	192	217.1	—	—	265	138.1
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, 2013		As of June 30, 2013	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	283,952	105.1	285,307	100.5
Individual annuities	16,551	103.7	16,715	101.0
Total	300,504	105.0	302,022	100.5
Medical and survival benefits	108,455	106.2	110,087	101.5

New policies

(Millions of yen, %)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)		Three months ended June 30, 2013 (April 1 to June 30, 2013)	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	7,878	95.1	7,215	91.6
Individual annuities	90	36.1	50	56.0
Total	7,969	93.4	7,266	91.2
Medical and survival benefits	3,301	92.1	2,946	89.2

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.

NKSJ Himawari Life Insurance, Inc. (Non-consolidated)

Solvency Margin Ratio (Non-consolidated)

	(Millions of yen)	
	As of March 31, 2013	As of June 30, 2013
(A) Total Solvency Margin (Non-consolidated)	233,561	223,449
Capital, etc.	67,630	68,920
Reserve for price fluctuation	2,218	2,310
Contingency reserve	24,398	24,591
General allowance for possible credit losses	19	18
Unrealized gains and losses on securities (90% of gain or 100% of loss)	35,357	21,645
Unrealized gains and losses on land (85% of gain or 100% of loss)	—	—
Excess of continued Zillmerized reserve	121,943	124,616
Subordinated debt, etc.	—	—
Excess of continued Zillmerized reserve and subordinated debt, etc. which are excluded from total solvency margin	(27,386)	(28,484)
Brought in capital, etc.	—	—
Deductions	—	—
Others	9,379	9,831
(B) Total Risks (Non-consolidated) $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	30,032	30,083
Underwriting risk (R_1)	12,088	12,216
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_8)	6,041	6,078
Guaranteed interest rate risk (R_2)	8,167	8,175
Investment risk (R_3)	14,389	14,310
Guaranteed minimum benefit risk (R_7)	347	349
Business management risk (R_4)	820	822
(C) Solvency Margin Ratio (Non-consolidated) [(A) / {(B) × 1/2}] × 100	1,555.3 %	1,485.5 %

Notes)

1. The above figures are calculated based on the provisions of Articles 86 and 87 of the Ordinance for Enforcement of the Insurance Business Act and Public Notice No. 50 of the Ministry of Finance (1996).
2. Guaranteed minimum benefit risk is calculated by using the standard method.

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

Quarterly Balance Sheet

(Millions of yen)

	As of March 31, 2013	As of June 30, 2013	Increase (Decrease)
	Amount	Amount	
Assets:			
Cash and deposits	2,348	2,222	(125)
Securities:	2,394	2,389	(5)
Government bonds	1,473	1,468	(5)
Domestic stocks	5	5	—
Tangible fixed assets	27	25	(2)
Intangible fixed assets	90	85	(5)
Agency accounts receivable	0	0	0
Reinsurance accounts receivable	12	32	19
Other assets	242	246	3
Allowance for possible credit losses	(3)	(2)	1
Total assets	5,113	4,999	(114)
Liabilities:			
Policy reserves:	1,060	944	(115)
Reserve for outstanding claims	217	96	(121)
Policy reserves	842	848	6
Agency accounts payable	4	4	(0)
Reinsurance accounts payable	30	30	0
Other liabilities	270	121	(149)
Reserve for retirement benefits	30	40	9
Reserves under the special laws:	18	18	0
Reserve for price fluctuation	18	18	0
Deferred tax liabilities	1	0	(0)
Total liabilities	1,415	1,159	(255)
Net assets:			
Shareholders' equity:			
Common stock	10,100	10,100	—
Capital surplus	2,100	2,100	—
Retained earnings	(8,504)	(8,361)	142
Total shareholders' equity	3,695	3,838	142
Valuation and translation adjustments:			
Unrealized gains and losses on securities available for sale	2	1	(0)
Total valuation and translation adjustments	2	1	(0)
Total net assets	3,698	3,839	141
Total liabilities and net assets	5,113	4,999	(114)

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

Quarterly Statement of Income

(Millions of yen)

	Three months ended June 30, 2012	Three months ended June 30, 2013	Increase (Decrease)	Rate of change
	(April 1 to June 30, 2012)	(April 1 to June 30, 2013)		
	Amount	Amount		
Ordinary income:	1,107	1,124	16	1.5 %
Insurance premiums and other:	959	999	40	4.2
Insurance premiums	936	946	10	1.1
Investment income:	10	2	(8)	(78.3)
Interest and dividend income	10	1	(9)	(89.8)
Other ordinary income:	137	121	(15)	(11.4)
Reversal of reserve for outstanding claims	132	121	(10)	(8.1)
Reversal of policy reserves	4	—	(4)	(100.0)
Ordinary expenses:	896	970	73	8.2
Insurance claims and other:	377	415	37	10.0
Insurance claims	295	320	25	8.5
Insurance benefits	41	55	14	34.1
Other refunds	1	1	(0)	(5.5)
Provision for policy reserves and other:	—	6	6	—
Provision for policy reserves	—	6	6	—
Investment expenses:	39	0	(39)	(99.9)
Interest paid	0	0	0	9.2
Impairment losses on securities	36	—	(36)	(100.0)
Operating, general and administrative expenses	469	527	57	12.2
Other ordinary expenses	9	21	11	120.5
Ordinary profit	210	153	(57)	(27.2)
Extraordinary losses:	0	0	(0)	(57.5)
Provision for reserves under the special laws:	0	0	(0)	(57.5)
Provision for reserve for price fluctuation	0	0	(0)	(57.5)
Net income before income taxes	210	153	(57)	(27.2)
Income taxes and deferred income taxes	17	11	(6)	(37.0)
Net income	192	142	(50)	(26.3)

Sampo 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, 2013				As of June 30, 2013			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	44	98.9	7,252	96.5	44	99.8	7,187	99.1
Individual annuities	—	—	—	—	—	—	—	—
Group insurance	—	—	—	—	—	—	—	—
Group annuities	—	—	—	—	—	—	—	—

Total amount of new policies

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

	Three months ended June 30, 2012 (April 1 to June 30, 2012)				Three months ended June 30, 2013 (April 1 to June 30, 2013)			
	Number		Amount		Number		Amount	
		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year		% of previous fiscal year
Individual insurance	0	117.2	102	109.7	0	111.1	107	104.2
Individual annuities	—	—	—	—	—	—	—	—
Group insurance	—	—	—	—	—	—	—	—
Group annuities	—	—	—	—	—	—	—	—

Annualized premiums

Policies in force

(Millions of yen, %)

	As of March 31, 2013		As of June 30, 2013	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	3,759	101.1	3,771	100.3
Individual annuities	—	—	—	—
Total	3,759	101.1	3,771	100.3
Medical and survival benefits	906	102.2	909	100.4

New policies

(Millions of yen, %)

	Three months ended June 30, 2012 (April 1 to June 30, 2012)		Three months ended June 30, 2013 (April 1 to June 30, 2013)	
		% of previous fiscal year		% of previous fiscal year
Individual insurance	47	115.4	51	107.1
Individual annuities	—	—	—	—
Total	47	115.4	51	107.1
Medical and survival benefits	14	117.5	16	112.6

Notes)

- Annualized premiums are calculated by using multipliers for various premium payment terms to the premium per payment.
- 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 (c) premium related to premium waiver benefits.

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

Solvency Margin Ratio (Non-consolidated)

	(Millions of yen)	
	As of March 31, 2013	As of June 30, 2013
(A) Total Solvency Margin (Non-consolidated)	4,224	4,362
Capital, etc.	3,695	3,838
Reserve for price fluctuation	18	18
Contingency reserve	507	503
General allowance for possible credit losses	—	—
Unrealized gains and losses on securities (90% of gain or 100% of loss)	2	1
Unrealized gains and losses on land (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 (Non-consolidated) $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	529	525
Underwriting risk (R_1)	411	408
Underwriting risk for third-sector insurance products including accident, sickness and nursing-care insurance (R_8)	93	93
Guaranteed interest rate risk (R_2)	0	0
Investment risk (R_3)	81	79
Guaranteed minimum benefit risk (R_7)	—	—
Business management risk (R_4)	17	17
(C) Solvency Margin Ratio (Non-consolidated) [(A) / ((B) × 1/2)] × 100	1,596.1 %	1,660.9 %

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

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 operating expenses 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 - Net operating expenses) / Net premiums written × 100

< Solvency margin ratio (Non-consolidated) >

• 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. occurrence of major catastrophes, fluctuation in mortality rate due to significant changes in key environmental factors and big decline in value of assets held by insurance companies.

•(C) Solvency Margin Ratio (Non-consolidated), which is calculated in accordance with the Insurance Business Act, etc. is the ratio of "solvency margin of insurance companies by means of their capital, reserves, etc." ((A) Total Solvency Margin (Non-consolidated)) to "risks which will exceed their normal estimates" ((B) Total Risks (Non-consolidated)).

• "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 rate of occurrence of insurance claims, etc. 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

<3> Investment risk:

Risks of securities and other assets held 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 (non-consolidated)) 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 unrealized gains and losses on land, 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 and others.