

**NIPPONKOA Insurance Co., Ltd.**  
**Summary of Consolidated Accounts (Unaudited)**  
**For the First Half of FY2006 (April 1, 2006 through September 30, 2006)**

Date of Approval by the Board of Directors: November 22, 2006

Interim Dividend: Not to be distributed

**1. Performance for the First Half of FY2006 (April 1, 2006 through September 30, 2006)**

Note: Figures less than the designated unit are rounded down. Ratios are rounded off. This note is also applicable to the following tables.

**(1) Principal Indicators**

	Ordinary Income		Ordinary Profit		Net Income	
	<Millions of Yen>		<Millions of Yen>		<Millions of Yen>	
First Half FY2006	487,140	-2.5%	9,731	-51.3%	6,612	-32.1%
First Half FY2005	499,562	-3.1%	19,989	547.9%	9,733	36.5%
FY2005	973,424	-8.1%	24,486	13.2%	10,670	-20.8%

	Net Income Per Share	Net Income Per Share-Diluted
	<Yen>	<Yen>
First Half FY2006	8.23	8.22
First Half FY2005	11.96	11.96
FY2005	13.08	13.07

Notes: 1. Earnings on investments in equity-method affiliates:

First Half FY2006: -

First Half FY2005: -

FY2005: -

2. Number of shares outstanding (average):

First Half FY2006: 803,204,799 shares

First Half FY2005: 813,272,896 shares

FY2005: 810,407,309 shares

3. There is no change in accounting methods.

4. Percentages for Ordinary Income, Ordinary Profit and Net Income are the rate of increase/decrease from the corresponding period of the previous year.

**(2) Financial Position**

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	<Millions of Yen>	<Millions of Yen>		<Yen>
First Half FY2006	3,693,996	752,482	20.4%	936.42
First Half FY2005	3,610,093	681,084	18.9%	837.49
FY2005	3,759,621	791,328	21.0%	985.15

Notes: Number of shares outstanding (end of period):

First Half FY2006: 803,195,410 shares

First Half FY2005: 813,240,542 shares

FY2005: 803,184,856 shares

**(3) Consolidated Cash Flows**

	Cash Flows from Operating Activities	Cash Flows from Investment Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of Period
	<Millions of Yen>	<Millions of Yen>		<Yen>
First Half FY2006	24,717	8,722	-6,121	180,066
First Half FY2005	43,485	-17,596	-6,178	161,817
FY2005	3,864	22,052	-15,800	152,733

#### (4) Scope of Consolidation and Application of the Equity Method

Number of consolidated subsidiaries: 7

Number of non-consolidated subsidiaries accounted for by the equity method: 0

Number of affiliates accounted for by the equity method: 0

#### (5) Change in the Scope of Consolidation and the Application of the Equity Method

Number of newly consolidated subsidiaries: 0

Number of consolidated subsidiaries excluded from consolidation: 0

Number of non-consolidated subsidiaries and affiliates newly accounted for by the equity method: 0

Number of non-consolidated subsidiaries and affiliates ceased to be accounted for by the equity method: 0

### 2. Performance Projection for FY2006 (April 1, 2006 through March 31, 2007)

	Ordinary Income	Ordinary Profit	Net Income
	<Millions of Yen>	<Millions of Yen>	<Millions of Yen>
Annual	1,010,000	30,000	17,000

(Reference) Projected Net Income Per Share (Annual) : 21.16 yen

#### Cautionary Statement

Estimates, projections, targets and other statements contained in this material that are not historical facts are forward-looking statements about the future performance and plans of NIPPONKOA Insurance Co., Ltd. (the "Company"). Such forward-looking statements are based on the Company's assumptions and beliefs in light of the information currently available to it. Therefore, those statements do not guarantee future performance, but involve risks and uncertainties. The Company cautions you that a number of important factors could cause actual results to differ materially from those contained in the forward-looking statements. Such factors include, but are not limited to, (1) general economic conditions in the Company's market, mainly Japan, (2) business conditions in the insurance industry, especially, increased competition, (3) fluctuation of exchange rates, and (4) the regulatory environment.

## Consolidated Interim Balance Sheet (Summary)

(Millions of Yen)

Item	Term	Previous Interim Period		This Interim Period		Change	Previous Fiscal Year	
		(As of September 30, 2005)		(As of September 30, 2006)			Summarized Balance Sheet	
		Amount	Proportion	Amount	Proportion		Amount	Proportion
(Assets)								
Cash and deposits		172,705	4.78	143,232	3.88	-29,473	166,498	4.43
Call loans		5,000	0.14	20,000	0.54	15,000	3,000	0.08
Monetary receivables bought		21,959	0.61	59,149	1.60	37,190	25,646	0.68
Money in trust		90,303	2.50	98,435	2.66	8,132	95,439	2.54
Investments in securities		2,698,291	74.75	2,809,639	76.06	111,347	2,869,252	76.32
Loans		320,741	8.88	273,591	7.41	-47,149	290,721	7.73
Property and equipment		140,679	3.90	-	-	-140,679	137,519	3.66
Tangible fixed assets		-	-	134,528	3.64	134,528	-	-
Intangible fixed assets		-	-	1,495	0.04	1,495	-	-
Other assets		165,792	4.59	158,386	4.29	-7,405	176,209	4.69
Deferred tax assets		11	0.00	54	0.00	43	67	0.00
Reserve for bad debts		-5,390	-0.15	-4,516	-0.12	873	-4,734	-0.13
<b>Total assets</b>		<b>3,610,093</b>	<b>100.00</b>	<b>3,693,996</b>	<b>100.00</b>	<b>83,902</b>	<b>3,759,621</b>	<b>100.00</b>
(Liabilities)								
Underwriting fund		2,708,745	75.03	2,697,901	73.03	-10,844	2,678,862	71.25
Reserve for outstanding claims		( 240,640 )		( 259,965 )		( 19,325 )	( 250,354 )	
Underwriting reserves		( 2,468,105 )		( 2,437,935 )		( -30,169 )	( 2,428,508 )	
Other liabilities		95,961	2.66	76,507	2.07	-19,453	94,699	2.52
Reserve for retirement benefits		39,436	1.09	39,346	1.07	-89	39,660	1.05
Reserve for bonuses		6,461	0.18	6,562	0.18	101	6,480	0.17
Reserve under special law		14,434	0.40	17,068	0.46	2,634	15,712	0.42
Reserve for price fluctuations		( 14,434 )		( 17,068 )		( 2,634 )	( 15,712 )	
Deferred tax liabilities		62,490	1.73	103,247	2.80	40,757	131,518	3.50
Consolidated adjustment account		1,173	0.03	-	-	-1,173	1,026	0.03
Negative goodwill		-	-	879	0.02	879	-	-
<b>Total liabilities</b>		<b>2,928,700</b>	<b>81.12</b>	<b>2,941,513</b>	<b>79.63</b>	<b>12,812</b>	<b>2,967,960</b>	<b>78.94</b>
(Minority Interest)								
Minority Interest		308	0.01	-	-	-308	332	0.01
(Shareholders' Equity)								
Share capital		91,249	2.53	-	-	-91,249	91,249	2.43
Capital surplus		46,704	1.29	-	-	-46,704	46,705	1.24
Retained earnings		166,790	4.62	-	-	-166,790	167,780	4.46
Net unrealized gain on available-for-sale securities		391,323	10.84	-	-	-391,323	509,540	13.55
Foreign currency translation adjustments		-2,958	-0.08	-	-	2,958	-2,330	-0.06
Treasury stock		-12,024	-0.33	-	-	12,024	-21,616	-0.57
<b>Total shareholders' equity</b>		<b>681,084</b>	<b>18.87</b>	<b>-</b>	<b>-</b>	<b>-681,084</b>	<b>791,328</b>	<b>21.05</b>
<b>Total liabilities and shareholders' equity</b>		<b>3,610,093</b>	<b>100.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,759,621</b>	<b>100.00</b>
(Net Assets)								
Shareholders' equity		-	-	91,249	2.47	91,249	-	-
Share capital		-	-	91,249	2.47	91,249	-	-
Capital surplus		-	-	46,702	1.26	46,702	-	-
Retained earnings		-	-	168,268	4.56	168,268	-	-
Treasury stock		-	-	-21,620	-0.59	-21,620	-	-
Total shareholders' equity		-	-	284,599	7.70	284,599	-	-
Valuation and translation adjustments		-	-	469,940	12.72	469,940	-	-
Net unrealized gain on available-for-sale securities		-	-	469,940	12.72	469,940	-	-
Deferred gains from hedging transactions		-	-	-93	-0.00	-93	-	-
Foreign currency translation adjustments		-	-	-2,314	-0.06	-2,314	-	-
Total valuation and translation adjustments		-	-	467,532	12.66	467,532	-	-
Minority Interest		-	-	350	0.01	350	-	-
<b>Total net assets</b>		<b>-</b>	<b>-</b>	<b>752,482</b>	<b>20.37</b>	<b>752,482</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and net assets</b>		<b>-</b>	<b>-</b>	<b>3,693,996</b>	<b>100.00</b>	<b>-</b>	<b>-</b>	<b>-</b>

Consolidated Income Statement (Summary)

(Millions of Yen)

Item	Term	Previous Interim Period	This Interim Period	Change	Previous Fiscal Year Summarized Income Statement
		(From Apr. 1, 2005 To Sep. 30, 2005)	(From Apr. 1, 2006 To Sep. 30, 2006)		(From Apr. 1, 2005 To Mar. 31, 2006)
		Amount	Amount		Amount
Ordinary income		499,562	487,140	-12,421	973,424
Underwriting income		474,558	449,557	-25,000	923,092
( Net premiums written )	(	365,136 )	( 362,144 )	( -2,992 )	( 717,727 )
( Deposit premiums from policyholders )	(	58,123 )	( 43,724 )	( -14,399 )	( 99,957 )
( Investment income on deposit premiums )	(	14,269 )	( 13,511 )	( -758 )	( 28,246 )
( Life insurance premiums )	(	30,117 )	( 29,861 )	( -256 )	( 61,048 )
( Reversal of reserve for outstanding claims )	(	6,348 )	( - )	( -6,348 )	( - )
( Reversal of underwriting reserves )	(	- )	( - )	( - )	( 14,809 )
Investment income		23,928	36,877	12,949	48,279
( Interest and dividends )	(	26,465 )	( 31,664 )	( 5,199 )	( 56,061 )
( Gain on money in trust )	(	4,773 )	( 1,711 )	( -3,061 )	( 7,641 )
( Gain on sale of securities )	(	6,572 )	( 16,600 )	( 10,028 )	( 11,494 )
( Transfer of investment income on deposit premiums )	(	-14,269 )	( -13,511 )	( 758 )	( -28,246 )
Other ordinary income		1,076	705	-371	2,051
Ordinary expenses		479,573	477,408	-2,164	948,937
Underwriting expenses		403,943	398,349	-5,594	786,617
( Net losses paid )	(	195,742 )	( 205,302 )	( 9,560 )	( 413,773 )
( Loss adjustment expenses )	(	16,899 )	( 17,480 )	( 581 )	( 35,916 )
( Net commissions and brokerage expenses )	(	66,297 )	( 65,616 )	( -680 )	( 129,780 )
( Maturity refunds to policyholders )	(	96,815 )	( 85,839 )	( -10,975 )	( 195,180 )
( Life insurance claims )	(	3,606 )	( 4,353 )	( 746 )	( 7,795 )
( Provision of reserve for outstanding claims )	(	- )	( 9,619 )	( 9,619 )	( 3,635 )
( Provision of underwriting reserves )	(	24,327 )	( 9,838 )	( 14,489 )	( - )
Investment expenses		4,489	6,176	1,687	11,772
( Loss on money in trust )	(	34 )	( 2,052 )	( 2,018 )	( 49 )
( Loss on sale of securities )	(	772 )	( 1,202 )	( 430 )	( 2,896 )
( Revaluation loss on securities )	(	1,177 )	( 1,546 )	( 369 )	( 849 )
Operating and administrative expenses		70,783	72,434	1,650	149,798
Other ordinary expenses		356	448	91	748
( Interest expense )	(	30 )	( 24 )	( -6 )	( 57 )
Ordinary profit		19,989	9,731	-10,257	24,486
Special income		502	826	324	833
Special loss		5,123	1,916	-3,206	9,522
( Provision of reserve under special law )	(	1,426 )	( 1,356 )	( -70 )	( 2,705 )
(( Reserve for price fluctuations ))	((	1,426 ))	(( 1,356 ))	(( -70 ))	(( 2,705 ))
( Others )	(	3,696 )	( 560 )	( -3,136 )	( 6,817 )
Income before income taxes		15,367	8,641	-6,726	15,797
Income taxes		5,876	8,531	2,655	3,113
Tax adjustment		-266	-6,539	-6,272	1,985
Minority interests		24	35	10	29
Net income		9,733	6,612	-3,120	10,670

## Direct Premiums Written by Line, excluding Deposit Premiums of Savings-type Policies (Consolidated)

(Millions of Yen)

Term Line	1st Half of FY2005 〔 From April 1, 2005 To September 30, 2005 〕			1st Half of FY2006 〔 From April 1, 2006 To September 30, 2006 〕			Full FY2005 (Reference) 〔 From April 1, 2005 To March 31, 2006 〕		
	Amount	% Increase	Proportion	Amount	% Increase	Proportion	Amount	% Increase	Proportion
		%	%		%	%		%	%
Fire & allied lines	64,052	1.6	16.9	62,936	-1.7	16.6	131,902	-0.8	17.7
Marine	11,001	4.3	2.9	11,611	5.5	3.1	22,335	7.5	3.0
Personal accident	32,295	-2.8	8.5	31,848	-1.4	8.4	59,238	-3.7	7.9
Voluntary automobile	172,639	0.5	45.7	171,678	-0.6	45.4	343,845	-0.7	46.0
CALI	53,543	-6.5	14.1	53,847	0.6	14.2	105,160	-5.5	14.1
Other	45,162	-0.2	11.9	46,513	3.0	12.3	84,705	0.4	11.3
Total	378,694	-0.6	100.0	378,434	-0.1	100.0	747,188	-1.3	100.0

## Net Premiums Written by Line (Consolidated)

(Millions of Yen)

Term Line	1st Half of FY2005 〔 From April 1, 2005 To September 30, 2005 〕			1st Half of FY2006 〔 From April 1, 2006 To September 30, 2006 〕			Full FY2005 (Reference) 〔 From April 1, 2005 To March 31, 2006 〕		
	Amount	% Increase	Proportion	Amount	% Increase	Proportion	Amount	% Increase	Proportion
		%	%		%	%		%	%
Fire & allied lines	51,647	-1.4	14.1	50,368	-2.5	13.9	106,497	-2.6	14.8
Marine	9,939	4.7	2.7	10,457	5.2	2.9	19,868	8.5	2.8
Personal accident	32,664	-2.5	8.9	32,259	-1.2	8.9	59,816	-3.5	8.3
Voluntary automobile	173,081	0.4	47.5	171,827	-0.7	47.5	344,660	-0.7	48.0
CALI	55,168	-4.5	15.1	53,260	-3.5	14.7	107,419	-4.7	15.0
Other	42,634	0.6	11.7	43,970	3.1	12.1	79,464	0.7	11.1
Total	365,136	-0.8	100.0	362,144	-0.8	100.0	717,727	-1.5	100.0

## Net Losses Paid (Consolidated)

(Millions of Yen)

Term Line	1st Half of FY2005 〔 From April 1, 2005 To September 30, 2005 〕			1st Half of FY2006 〔 From April 1, 2006 To September 30, 2006 〕			Full FY2005 (Reference) 〔 From April 1, 2005 To March 31, 2006 〕		
	Amount	% Change	Proportion	Amount	% Change	Proportion	Amount	% Change	Proportion
		%	%		%	%		%	%
Fire & allied lines	21,865	12.2	11.2	25,058	14.6	12.2	45,454	-49.1	11.0
Marine	4,467	36.3	2.3	3,886	-13.0	1.9	9,520	25.0	2.3
Personal accident	12,205	8.8	6.2	14,269	16.9	7.0	25,536	8.2	6.2
Voluntary automobile	97,672	10.9	49.9	99,194	1.6	48.2	208,676	6.4	50.4
CALI	37,122	19.4	19.0	38,974	5.0	19.0	75,653	14.5	18.3
Other	22,408	9.0	11.4	23,919	6.7	11.7	48,931	-1.5	11.8
Total	195,742	12.7	100.0	205,302	4.9	100.0	413,773	-4.3	100.0

## Notes:

Figures in the above tables are before offsetting of internal transaction among segments.

## Securities (Consolidated)

### 1. Bonds classified as held-to-maturity whose fair value is readily determinable

(Millions of Yen)

	End of 1st Half FY2005 (As of September 30, 2005)			End of 1st Half FY2006 (As of September 30, 2006)			End of FY2005 (Reference) (As of March 31, 2006)		
	Cost	Fair Value	Difference	Cost	Fair Value	Difference	Cost	Fair Value	Difference
Public and corporate bonds	123,201	118,122	-5,078	143,156	136,286	-6,869	133,321	130,630	-2,690
Foreign securities	200	214	14	200	202	2	200	208	8
Total	123,401	118,336	-5,064	143,356	136,489	-6,866	133,521	130,839	-2,682

### 2. Securities classified as available-for-sale whose fair value is readily determinable

(Millions of Yen)

	End of 1st Half FY2005 (As of September 30, 2005)			End of 1st Half FY2006 (As of September 30, 2006)			End of FY2005 (Reference) (As of March 31, 2006)		
	Cost	Fair Value	Difference	Cost	Fair Value	Difference	Cost	Fair Value	Difference
Public and corporate bonds	999,455	1,009,667	10,211	1,110,040	1,107,967	-2,073	1,064,576	1,054,469	-10,107
Domestic equities	386,385	966,896	580,510	382,727	1,099,424	716,697	387,481	1,172,631	785,149
Foreign securities	495,218	513,324	18,105	359,244	376,251	17,006	404,998	421,080	16,081
Others	9,246	11,718	2,471	5,844	6,007	162	8,044	11,396	3,351
Total	1,890,306	2,501,605	611,299	1,857,857	2,589,650	731,793	1,865,101	2,659,577	794,475

## Notes:

1. In respect of securities classified as available-for-sale whose fair value is readily determinable, the figures for cost are after the write-down due to impairment. As to write-down of securities with fair value due to impairment, the Company recognizes revaluation loss on all the securities whose fair value has declined by 30% or more of the book value.

2. "Others" in the above table includes beneficiary right of commodities investment, which is classified as monetary receivables bought in the balance sheet.

### 3. Principal securities not stated at fair value

(Millions of Yen)

	End of 1st Half FY2005 (As of September 30, 2005)	End of 1st Half FY2006 (As of September 30, 2006)	End of FY2005 (Reference) (As of March 31, 2006)
Securities classified as available-for-sale			
Public and corporate bonds	2,399	2,200	2,400
Domestic equities	23,137	22,344	22,327
Foreign securities	29,945	31,046	30,515
Others	35,660	69,748	35,779

Notes: "Others" in the above table includes certificates of deposits classified as cash and bank deposits in the balance sheets and commercial paper classified as monetary receivable bought in the balance sheets.

Derivatives (Consolidated)

(Millions of Yen)

	Transaction	End of 1st Half FY2005 (As of September 30, 2005)			End of 1st Half FY2006 (As of September 30, 2006)			End of FY2005 (Reference) (As of March 31, 2006)		
		Contracted amount, etc.	Fair value	Net unrealized gain/loss	Contracted amount, etc.	Fair value	Net unrealized gain/loss	Contracted amount, etc.	Fair value	Net unrealized gain/loss
Currency	Forward foreign exchange									
	Short positions	29,540	30,903	-1,363	22,473	23,012	-539	17,403	17,879	-476
	Swap	870	9	9	870	8	8	870	9	9
	Subtotal	-	-	-1,353	-	-	-531	-	-	-467
Interest rate	Swap	110,000	-69	-69	120,000	-607	-607	138,000	-1,509	-1,509
Others	Weather derivatives									
	Short positions	19			34			-		
		( 1)	2	-0	( 8)	5	3	( -)	-	-
	Credit derivatives									
	Short positions	48,661	394	394	36,161	295	295	43,161	354	354
	Long positions	17,000	15	15	-	-	-	17,000	3	3
	Subtotal	-	-	410	-	-	298	-	-	357
Total		-	-	-1,012	-	-	-840	-	-	-1,618

## Notes:

1. Figures in the above table do not include derivative transactions which qualify for hedge accounting.
2. Figures in the brackets under the column "Contracted amount, etc." are option premiums.

(Unaudited)

Direct Premiums Written by Line, excluding Deposit Premiums of Savings-type Policies (Non-consolidated)  
(Millions of Yen)

Term Line	1st Half of FY2005 From April 1, 2005 To September 30, 2005			1st Half of FY2006 From April 1, 2006 To September 30, 2006			Full FY2005 (Reference) From April 1, 2005 To March 31, 2006		
	Amount	% Increase	Proportion	Amount	% Increase	Proportion	Amount	% Increase	Proportion
		%	%		%	%		%	%
Fire & allied lines	62,894	1.3	16.9	61,804	-1.7	16.6	130,141	-0.8	17.7
Marine	9,493	3.9	2.5	10,406	9.6	2.8	18,887	6.6	2.6
Personal accident	32,231	-3.0	8.7	31,757	-1.5	8.5	59,139	-3.8	8.1
Voluntary automobile	169,489	-1.3	45.5	168,221	-0.7	45.2	337,209	-1.6	45.9
CALI	53,543	-6.5	14.4	53,847	0.6	14.5	105,160	-5.5	14.3
Other	44,855	0.3	12.0	46,025	2.6	12.4	83,773	0.1	11.4
Total	372,507	-1.5	100.0	372,062	-0.1	100.0	734,311	-1.9	100.0

Net Premiums Written by Line (Non-consolidated)

(Millions of Yen)

Term Line	1st Half of FY2005 From April 1, 2005 To September 30, 2005			1st Half of FY2006 From April 1, 2006 To September 30, 2006			Full FY2005 (Reference) From April 1, 2005 To March 31, 2006		
	Amount	% Increase	Proportion	Amount	% Increase	Proportion	Amount	% Increase	Proportion
		%	%		%	%		%	%
Fire & allied lines	51,346	-1.7	14.2	50,185	-2.3	14.0	106,088	-2.7	15.0
Marine	9,086	5.9	2.5	9,674	6.5	2.7	17,990	7.6	2.5
Personal accident	32,626	-2.6	9.0	32,222	-1.2	9.0	59,756	-3.5	8.4
Voluntary automobile	169,983	-1.3	47.2	168,422	-0.9	47.1	338,116	-1.7	47.8
CALI	55,082	-4.7	15.3	53,159	-3.5	14.9	107,218	-4.8	15.1
Other	42,480	0.9	11.8	43,851	3.2	12.3	79,148	0.6	11.2
Total	360,605	-1.6	100.0	357,516	-0.9	100.0	708,319	-2.0	100.0

Net Losses Paid (Non-consolidated)

(Millions of Yen)

Term Line	1st Half of FY2005 From April 1, 2005 To September 30, 2005			1st Half of FY2006 From April 1, 2006 To September 30, 2006			Full FY2005 (Reference) From April 1, 2005 To March 31, 2006		
	Amount	% Change	Loss ratio	Amount	% Change	Loss ratio	Amount	% Change	Loss ratio
		%	%		%	%		%	%
Fire & allied lines	21,731	12.1	45.0	25,086	15.4	53.5	45,551	-48.9	46.5
Marine	3,995	40.8	45.8	3,608	-9.7	38.5	8,546	28.2	48.6
Personal accident	12,194	8.8	41.0	14,252	16.9	48.2	25,507	8.2	47.2
Voluntary automobile	96,116	9.1	61.5	97,318	1.3	63.1	205,156	5.6	66.1
CALI	37,054	19.2	72.6	38,901	5.0	78.4	75,515	14.4	75.8
Other	22,461	10.9	58.4	23,809	6.0	59.5	48,730	-0.8	66.9
Total	193,554	12.0	58.2	202,976	4.9	61.6	409,007	-4.6	62.7