

## Summary of Consolidated Business Results of Tokio Marine Holdings, Inc. under Japanese GAAP for the three months ended June 30, 2011

Company Name: Tokio Marine Holdings, Inc. (the "Company")

Stock Exchange Listings: Tokyo and Osaka

Securities Code Number: 8766

(URL: <http://www.tokiomarinehd.com/>)

Representative: Shuzo Sumi, President

Contact: Shusuke Kasahara, Corporate Planning Dept., Tokio Marine Holdings, Inc. Phone: 03-5223-3212

Scheduled date for filing the quarterly securities report (Shihanki Houkokusho) for the three months ended June 30, 2011: August 12, 2011

Scheduled date for starting payment of dividends: Not applicable.

Supplementary information for quarterly financial statements: Available

Schedule for quarterly "investor meeting presentation": Available (for analysts)

### 1. Consolidated Business Results for the three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)

(Note) All amounts are truncated and all ratios are rounded;

#### (1) Consolidated Results of Operations

ratios reflect changes from the same periods in the previous fiscal year.

	Ordinary income		Ordinary profit		Net income	
	million yen	%	million yen	%	million yen	%
Three months ended June 30, 2011	959,902	-0.3	83,824	-4.7	55,148	-2.2
Three months ended June 30, 2010	962,552	-4.8	87,937	81.7	56,405	59.6

(Note) Comprehensive income:

For the three months ended June 30, 2011 62,988 million yen

For the three months ended June 30, 2010 -150,322 million yen

	Net income per share - Basic	Net income per share - Diluted
	yen	yen
Three months ended June 30, 2011	71.91	71.86
Three months ended June 30, 2010	71.61	71.57

#### (2) Consolidated Financial Conditions

	Total assets	Net assets	Ratio of equity to total assets
	million yen	million yen	%
As of June 30, 2011	16,420,244	1,949,160	11.8
As of March 31, 2011	16,528,644	1,904,477	11.4

(Reference purpose only) Equity capital:

As of June 30, 2011 1,931,259 million yen

As of March 31, 2011 1,886,544 million yen

### 2. Dividends

Record date	Dividends per share				
	First quarter	Second quarter	Third quarter	Year-end	Annual total
Fiscal year ended March 31, 2011	yen -	yen 25.00	yen -	yen 25.00	yen 50.00
Fiscal year ending March 31, 2012 (Forecasts)	-	25.00	-	25.00	50.00

(Note) No changes have been made to the forecasted amounts of dividends announced on May 19, 2011.

### 3. Consolidated Business Forecast for the fiscal year ending March 31, 2012 (April 1, 2011 to March 31, 2012)

(Note) Ratios reflect changes from the same periods in the previous fiscal year.

	Ordinary income		Ordinary profit		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	yen
For the six months ending September 30, 2011	1,700,000	-1.3	150,000	1.2	95,000	-0.2	123.86
For the fiscal year ending March 31, 2012	3,350,000	1.9	220,000	73.8	145,000	101.6	189.06

(Note) No changes have been made to the consolidated business forecast announced on May 19, 2011.

#### 4. Others

(1) Significant changes with respect to the subsidiaries of the Company (changes in Specified Subsidiaries (“tokutei kogaisha”) that resulted in a change in the scope of consolidation) during the three months ended June 30, 2011: None

(2) Adoption of special accounting methods that can be applied to quarterly consolidated financial reports: None

(3) Changes in in accounting policies, changes in accounting estimates, and retrospective restatements

(a) Changes in accounting policies to reflect amendments of accounting standards and related matters: Yes

(b) Changes in accounting policies other than (a): None

(c) Changes in accounting estimates: None

(d) Retrospective restatements: None

(Note) Please see "Changes in accounting policies, changes in accounting estimates, and retrospective restatements" for details.

(4) Number of shares issued (common share)

(a) Total number of the shares issued (including treasury shares)

As of June 30, 2011 804,524,375 shares

As of March 31, 2011 804,524,375 shares

(b) Number of treasury shares held

As of June 30, 2011 37,585,943 shares

As of March 31, 2011 37,704,676 shares

(c) Average number of shares outstanding

During the three months ended June 30, 2011 766,857,652 shares

During the three months ended June 30, 2010 787,629,011 shares

\*Disclosure regarding the execution of the quarterly audit process

This “Summary of Consolidated Business Results” (quarterly “*ranshin*”) is outside the scope of the external auditor’s quarterly audit procedure required by the Financial Instruments and Exchange Act. The quarterly audit process has been completed as of the date of the disclosure in the “Summary of Consolidated Business Results”.

\*Notes concerning the business forecast and other items

Any business forecasts contained in this document are based on information available to the Company as of the date of this document and certain assumptions, and actual results may materially differ from the forecasts depending upon various factors.

## Contents of Appendix

1. Qualitative information concerning the consolidated business results for the three months ended June 30, 2011 .....	2
(1) Qualitative information concerning the consolidated results of operations .....	2
(2) Qualitative information concerning the consolidated financial condition .....	2
(3) Qualitative information concerning the consolidated business forecast .....	2
2. Information concerning Summery (Others).....	2
(1) Significant changes with respect to subsidiaries of the Company during the three months ended June 30, 2011.....	2
(2) Changes in accounting policies, changes in accounting estimates, and retrospective restatements.....	3
3. Consolidated Financial Statements .....	4
(1) Consolidated Balance Sheet as of June 30, 2011 .....	4
(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income for the three months ended June 30, 2011 .....	5
(3) Notes regarding going concern assumption.....	7
(4) Notes regarding significant changes in the amount of equity capital.....	7
(5) Subsequent events.....	7
4. Supplementary information .....	9
(1) Summary of Consolidated Business Results for the three months ended June 30, 2011.....	9
(2) Premiums written and claims paid by lines of insurance .....	10
(3) Securities .....	11
(4) Derivative financial instruments .....	12
(5) Financial results of major consolidated subsidiaries.....	13
- Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated) .....	13
- Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated) .....	17
- E.design Insurance Co., Ltd. (non-consolidated) .....	21
- Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated) .....	23
- Tokio Marine & Nichido Financial Life Insurance Co., Ltd. (non-consolidated) .....	29
Glossary of terminology .....	34

## **1. Qualitative information concerning the consolidated business results for the three months ended June 30, 2011**

### **(1) Qualitative information concerning the consolidated results of operations**

During the three months ended June 30, 2011, concerns about a global economic slowdown, particularly in the United States, increased owing to persistently high prices for crude oil due to greater instability in the Middle East, supply-chain disruptions resulting from the Great East Japan Earthquake, implementation of tighter monetary policies in emerging countries and other negative factors. In addition, public sector debts in some peripheral European Union member states have been a continuing concern. The Japanese economy experienced a serious downturn, owing to supply constraints – most prominent in the automotive industry – and a drop in consumer sentiment, both of which significantly depressed productive activities and consumption.

Under these conditions, as a result of the Company's efforts to improve performance in its property and casualty and life insurance businesses, the consolidated results of operations for the three months ended June 30, 2011 were as follows:

Compared to the three months ended June 30, 2010, ordinary income decreased by 2.6 billion yen to 959.9 billion yen, the main components of which were 871.7 billion yen in underwriting income and 69.8 billion yen in investment income. Compared to the three months ended June 30, 2010, ordinary expenses increased by 1.4 billion yen to 876.0 billion yen, the main components of which were underwriting expenses of 720.8 billion yen, investment expenses of 26.4 billion yen and operating and general administrative expenses of 127.1 billion yen.

As a result, ordinary profit for the three months ended June 30, 2011 decreased by 4.1 billion yen to 83.8 billion yen. Net income for the same period, comprised of ordinary profit plus extraordinary gains minus extraordinary losses and total income taxes, decreased by 1.2 billion yen to 55.1 billion yen.

### **(2) Qualitative information concerning the consolidated financial condition**

As of June 30, 2011, consolidated total assets were 16,420.2 billion yen. This represents a decrease of 108.4 billion yen from March 31, 2011 which was due partly to a decrease in investment assets due to decreased security borrowing transactions.

### **(3) Qualitative information concerning the consolidated business forecast**

The consolidated business forecast for the fiscal year ending March 31, 2012 is 3,350.0 billion yen in ordinary income, 220.0 billion yen in ordinary profit and 145.0 billion yen in net income. The Company has not revised its forecast from the forecast in Summary of Consolidated Business Results disclosed on May 19, 2011.

## **2. Information concerning Summary (Others)**

### **(1) Significant changes with respect to subsidiaries of the Company during the three months ended June 30, 2011**

None.

**(2) Changes in accounting policies, changes in accounting estimates, and retrospective restatements**

(Changes in accounting policies resulting from revisions of accounting standards or other policies)

The Company has started to apply "Accounting Standard for Earnings Per Share" (ASBJ Statement No.2, June 30, 2010) and "Guidance on Accounting Standard for Earnings Per Share" (ASBJ Guidance No.4, June 30, 2010) as of the first fiscal quarter, ended June 30, 2011.

The Company has changed its method of calculating diluted net income per share. Under the new method, for share option rights which vest after a specified period of service, the fair value amount of the share options for service expected to be provided in the future is included in the proceeds assumed to be received when options are exercised.

There is no impact on diluted net income per share as a result of the changes described above.

### 3. Consolidated Financial Statements

#### (1) Consolidated Balance Sheet as of June 30, 2011

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
(Assets)		
Cash and bank deposits	398,488	367,582
Call loans	207,541	149,773
Receivables under resale agreement	121,967	143,953
Receivables under security borrowing transactions	30,725	37,110
Monetary receivables bought	1,080,670	826,981
Money trusts	14,056	12,724
Securities	12,173,088	12,243,657
Loans	482,899	473,104
Tangible fixed assets	313,760	316,576
Intangible fixed assets	344,479	340,781
Other assets	1,160,925	1,311,222
Deferred tax assets	149,030	146,953
Customers' liabilities under acceptances and guarantees	72,547	70,129
Reserve for bad debts	-21,536	-20,306
<b>Total assets</b>	<b>16,528,644</b>	<b>16,420,244</b>
(Liabilities)		
Underwriting funds	11,868,495	11,839,488
Outstanding claims	1,363,211	1,465,843
Underwriting reserves	10,505,284	10,373,645
Corporate bonds	125,079	123,036
Other liabilities	2,144,469	2,033,241
Reserve for retirement benefits	166,199	167,817
Reserve for retirement benefits for directors and corporate auditors	18	19
Reserve for employees' bonuses	22,424	12,756
Reserve under the special law	65,855	66,697
Reserve for price fluctuation	65,855	66,697
Deferred tax liabilities	37,864	39,244
Negative goodwill	121,213	118,650
Acceptances and guarantees	72,547	70,129
<b>Total liabilities</b>	<b>14,624,167</b>	<b>14,471,084</b>
(Net assets)		
Shareholders' equity		
Share capital	150,000	150,000
Retained earnings	1,135,510	1,173,398
Treasury shares	-109,749	-109,399
<b>Total shareholders' equity</b>	<b>1,175,760</b>	<b>1,213,998</b>
Accumulated other comprehensive income		
Unrealized gains on securities, net of taxes	822,481	810,808
Deferred gains/losses on hedge transactions	16,483	18,264
Foreign currency translation adjustments	-128,181	-111,812
<b>Total accumulated other comprehensive income</b>	<b>710,783</b>	<b>717,260</b>
Share acquisition rights	1,426	1,225
Non-controlling interests	16,506	16,675
<b>Total net assets</b>	<b>1,904,477</b>	<b>1,949,160</b>
<b>Total liabilities and net assets</b>	<b>16,528,644</b>	<b>16,420,244</b>

**(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income  
for the three months ended June 30, 2011  
(Consolidated Statement of Income)**

(Yen in millions)

	Three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)	Three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)
Ordinary income	962,552	959,902
Underwriting income	836,834	871,724
Net premiums written	596,130	598,921
Deposit premiums from policyholders	34,130	33,354
Investment income on deposit premiums from policyholders	16,217	15,693
Life insurance premiums	105,825	74,410
Reversal of underwriting reserves	83,177	148,518
Investment income	110,018	69,804
Interest and dividends	67,494	67,785
Gains on investment in money trusts	1	272
Gains on trading securities	6,957	-
Gains on sales of securities	19,479	4,924
Gains on redemption of securities	642	26
Gains on derivatives	26,016	8,243
Transfer of investment income on deposit premiums	-16,217	-15,693
Other ordinary income	15,699	18,373
Amortization of negative goodwill	2,562	2,562
Equity in earnings of affiliates	428	269
Ordinary expenses	874,615	876,077
Underwriting expenses	563,514	720,879
Net claims paid	333,844	400,205
Loss adjustment expenses	23,159	22,919
Agency commissions and brokerage	116,393	114,172
Maturity refunds to policyholders	54,767	51,239
Dividends to policyholders	96	141
Life insurance claims	31,671	42,815
Provision for outstanding claims	1,910	87,785
Investment expenses	176,380	26,475
Losses on investment in money trusts	702	-
Losses on trading securities	-	728
Losses on sales of securities	1,388	2,945
Impairment losses on securities	9,972	4,912
Losses on redemption of securities	175	394
Losses on separate accounts	150,031	12,019
Operating and general administrative expenses	132,213	127,159
Other ordinary expenses	3,463	2,632
Interest paid	1,337	835
Losses on bad debts	0	27
Amortization of deferred assets under Article 113 of the Insurance Business Law	229	344
Deferred expenses under Article 113 of the Insurance Business Law	-955	-1,069
Ordinary profit or losses	87,937	83,824
Extraordinary gains	938	518
Gains on disposal of fixed assets	928	503
Other extraordinary gains	9	15
Extraordinary losses	5,689	1,357
Losses on disposal of fixed assets	986	187
Impairment losses on fixed assets	488	231
Losses on changes in equity of affiliates	0	-
Provision for reserve under the special law	1,184	842
Provision of reserve for price fluctuation	1,184	842
Losses on adjustment for changes of accounting standard for asset retirement obligations	3,029	-
Other extraordinary losses	-	96
Income before income taxes	83,186	82,985
Income taxes - current	27,598	18,792
Income taxes - deferred	-1,242	8,760
Total income taxes	26,356	27,553
Income before non-controlling interests	56,829	55,432
Non-controlling interests	424	283
Net income	56,405	55,148

**(Consolidated Statement of Comprehensive Income)**

(Yen in millions)

	Three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)	Three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)
Income before non-controlling interests	56,829	55,432
Other comprehensive income		
Unrealized gains on securities, net of taxes	-216,184	-11,525
Deferred gains/losses on hedge transactions	6,470	1,780
Foreign currency translation adjustments	1,783	17,184
Share of other comprehensive income of affiliates accounted for by the equity method	777	116
Total other comprehensive income	-207,151	7,556
Total Comprehensive income	-150,322	62,988
(Breakdown)		
Comprehensive income attributable to owners of the parent	-150,878	62,216
Comprehensive income attributable to non-controlling interests	555	772

(3) Notes regarding going concern assumption

Not applicable.

(4) Notes regarding significant changes in the amount of equity capital

Not applicable.

(5) Subsequent events

As of August 11, 2011 the Company had a definitive agreement with CNA Financial Corporation to acquire 50% of the outstanding shares of First Insurance Company of Hawaii, Ltd. (“FICOH”), which CNA Financial Corporation, a major insurance group in the U.S., owns through its subsidiary, The Continental Insurance Company. The acquisition will be made through Tokio Marine & Nichido Fire Insurance Co., Ltd. (“TMNF”), a wholly owned subsidiary of the Company.

Currently FICOH is an affiliate of the Company accounted for by the equity method, 50% of whose outstanding shares are owned by TMNF. After the additional acquisition, TMNF’s ownership will be 100%, and FICOH will become the Company’s consolidated subsidiary. The additional acquisition is subject to regulatory approvals in Japan and in the U.S.

a. Purpose of the share acquisition

FICOH’s competitive advantages include an established brand with high name recognition, while Tokio Marine Group’s advantages include a superior credit rating, large underwriting capacity and back-office tasks support capabilities. These strengths will aid the Company’s pursuit of further growth in the profit and scale of its insurance businesses in the U.S.

b. Overview of the target company

- Name of the company: First Insurance Company of Hawaii, Ltd.
- Headquarters: Honolulu, Hawaii, U.S.A.
- Business operations: Property and casualty insurance business
- Gross written premiums (for the fiscal year ended December 31, 2010): USD 135 million (JPY 10,542 million)
- Total assets (as of December 31, 2010): USD 680 million (JPY 52,980 million)

c. Share acquisition price

The share acquisition price is expected to be USD 165 million (JPY 12,845 million)

d. Financing

The acquisition will be financed through TMNF's cash on hand.

e. Timeline for completion of the share acquisition

The share acquisition is expected to be completed in November 2011.

(Note) JPY amounts in parentheses are calculated using the exchange rate as of the end of July 2011.

#### 4. Supplementary information

##### (1) Summary of Consolidated Business Results for the three months ended June 30, 2011

(Yen in millions, except for %)

	Three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)	Three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)	Increase or Decrease by Comparison	Rate of change (%)
Ordinary income and expenses:				
Underwriting income	836,834	871,724	34,889	4.2
Net premiums written	596,130	598,921	2,791	0.5
Deposit premiums from policyholders	34,130	33,354	-775	-2.3
Life insurance premiums	105,825	74,410	-31,415	-29.7
Reversal of underwriting reserves	83,177	148,518	65,340	78.6
Underwriting expenses	563,514	720,879	157,364	27.9
Net claims paid	333,844	400,205	66,361	19.9
Loss adjustment expenses	23,159	22,919	-240	-1.0
Agency commissions and brokerage	116,393	114,172	-2,221	-1.9
Maturity refunds to policyholders	54,767	51,239	-3,527	-6.4
Life insurance claims	31,671	42,815	11,143	35.2
Provision for outstanding claims	1,910	87,785	85,875	4,494.9
Investment income	110,018	69,804	-40,214	-36.6
Interest and dividends	67,494	67,785	290	0.4
Gains on sales of securities	19,479	4,924	-14,555	-74.7
Investment expenses	176,380	26,475	-149,904	-85.0
Losses on sales of securities	1,388	2,945	1,556	112.1
Impairment losses on securities	9,972	4,912	-5,060	-50.7
Operating and general administrative expenses	132,213	127,159	-5,053	-3.8
Other ordinary income and expenses	12,235	15,741	3,505	28.7
Equity in earnings (losses) of affiliates	428	269	-158	-37.1
Deferred expenses under Article 113 of the Insurance Business Law	-955	-1,069	-113	-
Ordinary profit	87,937	83,824	-4,112	-4.7
Extraordinary gains and losses:				
Extraordinary gains	938	518	-419	-44.7
Extraordinary losses	5,689	1,357	-4,332	-76.1
Extraordinary gains and losses	-4,751	-838	3,912	-
Income before income taxes	83,186	82,985	-200	-0.2
Income taxes - current	27,598	18,792	-8,806	-31.9
Income taxes - deferred	-1,242	8,760	10,003	-
Total income taxes	26,356	27,553	1,197	4.5
Income before non-controlling interests	56,829	55,432	-1,397	-2.5
Non-controlling interests	424	283	-140	-33.0
Net income	56,405	55,148	-1,257	-2.2

**(2) Premiums written and claims paid by lines of insurance**

Direct premiums written including deposit premiums from policyholders

(Yen in millions, except for %)

	Three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)			Three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)		
	Premiums	Composition ratio (%)	Rate of change (%)	Premiums	Composition ratio (%)	Rate of change (%)
Fire and allied lines	109,405	17.0	-5.2	106,696	16.5	-2.5
Hull and cargo	26,518	4.1	9.5	27,767	4.3	4.7
Personal accident	84,147	13.1	4.1	84,638	13.1	0.6
Voluntary automobile	257,103	40.0	1.3	258,673	39.9	0.6
Compulsory automobile liability	56,960	8.9	3.9	59,001	9.1	3.6
Others	109,378	17.0	0.3	111,208	17.2	1.7
Total	643,514	100.0	0.8	647,985	100.0	0.7
(Deposit premiums from policyholders)	34,130	5.3	-7.6	33,354	5.1	-2.3

Net premiums written

(Yen in millions, except for %)

	Three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)			Three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)		
	Premiums	Composition ratio (%)	Rate of change (%)	Premiums	Composition ratio (%)	Rate of change (%)
Fire and allied lines	110,144	18.5	-2.7	108,321	18.1	-1.7
Hull and cargo	21,546	3.6	3.6	22,849	3.8	6.0
Personal accident	55,025	9.2	2.9	55,414	9.3	0.7
Voluntary automobile	257,471	43.2	1.7	260,225	43.4	1.1
Compulsory automobile liability	52,988	8.9	-0.1	52,682	8.8	-0.6
Others	98,952	16.6	-1.2	99,429	16.6	0.5
Total	596,130	100.0	0.4	598,921	100.0	0.5

Net claims paid

(Yen in millions, except for %)

	Three months ended June 30, 2010 (April 1, 2010 to June 30, 2010)			Three months ended June 30, 2011 (April 1, 2011 to June 30, 2011)		
	Claims paid	Composition ratio (%)	Rate of change (%)	Claims paid	Composition ratio (%)	Rate of change (%)
Fire and allied lines	37,712	11.3	5.1	106,854	26.7	183.3
Hull and cargo	10,799	3.2	-7.6	12,881	3.2	19.3
Personal accident	22,539	6.8	1.0	22,939	5.7	1.8
Voluntary automobile	164,617	49.3	5.7	162,707	40.7	-1.2
Compulsory automobile liability	58,819	17.6	0.8	57,460	14.4	-2.3
Others	39,355	11.8	-9.2	37,362	9.3	-5.1
Total	333,844	100.0	2.0	400,205	100.0	19.9

Note: Numbers are after elimination of inter-segment transactions.

### (3) Securities

#### 1. Bonds held to maturity

(Yen in millions)

	As of March 31, 2011			As of June 30, 2011		
	Carrying amount shown on consolidated balance sheet	Fair value	Difference	Carrying amount shown on consolidated balance sheet	Fair value	Difference
Bonds	2,000,057	1,996,418	-3,638	2,004,198	2,050,296	46,097
Foreign securities	23,312	23,435	122	25,355	25,332	-22
Total	2,023,370	2,019,854	-3,516	2,029,554	2,075,628	46,074

#### 2. Bonds earmarked for underwriting reserves

(Yen in millions)

	As of March 31, 2011			As of June 30, 2011		
	Carrying amount shown on consolidated balance sheet	Fair value	Difference	Carrying amount shown on consolidated balance sheet	Fair value	Difference
Bonds	120,289	125,039	4,749	119,926	125,394	5,468
Foreign securities	134,925	141,123	6,198	121,899	129,203	7,304
Total	255,214	266,162	10,948	241,826	254,598	12,772

#### 3. Other securities (available for sale)

(Yen in millions)

	As of March 31, 2011			As of June 30, 2011		
	Original cost	Carrying amount shown on consolidated balance sheet	Difference	Original cost	Carrying amount shown on consolidated balance sheet	Difference
Bonds	3,708,111	3,768,214	60,103	3,815,995	3,915,812	99,817
Shares	936,898	2,137,933	1,201,035	931,137	2,078,321	1,147,183
Foreign securities	1,143,946	1,190,548	46,602	1,180,903	1,225,724	44,820
Others	1,159,172	1,167,494	8,322	903,286	906,322	3,035
Total	6,948,129	8,264,192	1,316,063	6,831,323	8,126,180	1,294,857

(Note)

As of March 31, 2011	As of June 30, 2011
1 Other securities for which it is difficult to ascertain fair value are not included in the above table.	1 Other securities for which it is difficult to ascertain fair value are not included in the above table.
2 "Others" includes negotiable deposits (original cost: 74,496 million yen; carrying amount on the consolidated balance sheet: 74,496 million yen) which are included in "Cash and bank deposits" in the consolidated balance sheet. In addition, "Others" includes commercial paper, etc. (original cost: 1,072,350 million yen; carrying amount on the consolidated balance sheet: 1,080,670 million yen; difference: 8,319 million yen) which are included in "Monetary receivables bought" in the consolidated balance sheet.	2 "Others" includes negotiable deposits (original cost: 67,025 million yen; carrying amount on the consolidated balance sheet: 67,025 million yen) which are included in "Cash and bank deposits" in the consolidated balance sheet. In addition, "Others" includes commercial paper, etc. (original cost: 823,704 million yen; carrying amount on the consolidated balance sheet: 826,798 million yen; difference: 3,093 million yen) which are included in "Monetary receivables bought" in the consolidated balance sheet.
3 Impairment losses amounting to 23,085 million yen (shares: 20,973 million yen; foreign securities: 2,106 million yen; others: 4 million yen) were recognized for "Other securities (available for sale) with fair value". In principle, an impairment loss is recognized if the fair value of a security has declined by 30% or more compared to its book value as of March 31, 2011.	3 During the three months ended June 30, 2011, impairment losses amounting to 4,772 million yen (shares: 4,165 million yen; foreign securities: 591 million yen; others: 16 million yen) were recognized for "Other securities (available for sale) with fair value". In principle, an impairment loss is recognized if the fair value of a security has declined by 30% or more compared to its book value as of June 30, 2011.

**(4) Derivative financial instruments**

(Yen in millions)

	As of March 31, 2011			As of June 30, 2011		
	Contract amount, etc.	Fair value	Unrealized gains or losses	Contract amount, etc.	Fair value	Unrealized gains or losses
<b>Foreign currency-related instruments</b>						
Foreign exchange futures						
Short	222,964	-3,391	-3,391	227,195	1,768	1,768
Long	33,785	1,442	1,442	32,948	767	767
Non-deliverable forwards						
Short	-	-	-	1,163	-10	-10
Currency swaps	578,338	-11,155	-11,155	591,500	-6,467	-6,467
Currency options						
Short	94,571			96,822		
Long	9,959	11,702	-1,742	10,125	11,283	-1,157
Long	88,348			96,122		
	6,964	11,927	4,962	7,786	12,163	4,376
<b>Interest rate-related instruments</b>						
Interest futures						
Short	15,883	-4	-4	9,931	-6	-6
Long	160,000	1	1	72,896	0	0
Interest options						
Short	50,231			54,554		
Long	1,041	1,235	-194	941	1,070	-128
Long	20,500			20,500		
Interest rate swaps	431	487	56	431	465	34
	7,364,271	21,193	21,193	7,157,286	26,627	26,627
<b>Equity-related instruments</b>						
Equity index futures						
Short	15,688	-158	-158	14,913	-455	-455
Long	2,452	-1	-1	2,350	-105	-105
Equity index options						
Long	17,624			17,624		
	4,260	7,698	3,438	4,260	7,939	3,679
<b>Bond-related instruments</b>						
Bond futures						
Short	11,300	-52	-52	13,087	-40	-40
Long	-	-	-	500	-7	-7
<b>Credit-related instruments</b>						
Credit derivatives						
Sell protection	199,719	-8,088	-8,088	196,067	-7,805	-7,805
Buy protection	35,423	-59	-59	34,406	-1	-1
<b>Commodity</b>						
Commodity options						
Short	76			38		
Long	12	2	9	12	3	8
Long	76			38		
Commodity swaps	10	2	-7	10	3	-6
	39,853	-1,341	-1,341	38,504	-1,350	-1,350
<b>Others</b>						
Index basket options						
Long	166,478			165,646		
Natural disaster derivatives	10,098	30,488	20,389	10,792	31,757	20,964
Short	12,216			14,240		
Long	869	630	239	1,325	4,635	-3,310
Long	28,815			40,216		
Weather derivatives	3,847	2,188	-1,658	6,128	8,738	2,610
Short	115			92		
Other derivatives	3	1	1	3	2	1
Short	123			123		
	6	6	-	6	6	-
<b>Total</b>	-	64,756	23,878	-	90,984	39,986

(Note 1) Option premiums are shown beneath the contract amounts for currency options, interest options, equity index options, commodity options, index basket options, natural disaster derivatives, weather derivatives and other derivatives.

(Note 2) Those instruments to which hedge accounting is applied are not included in the table above.

## (5) Financial results of major consolidated subsidiaries

### Reference : Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated)

#### Balance sheet

(Yen in millions)

	As of March 31, 2011		As of June 30, 2011		Increase or decrease by comparison
	Amount	Composition ratio	Amount	Composition ratio	
(Assets)		%		%	
Cash and bank deposits	75,368	0.87	40,047	0.47	-35,320
Call loans	183,300	2.11	128,300	1.50	-55,000
Receivables under resale agreements	121,967	1.41	143,953	1.69	21,985
Monetary receivables bought	807,107	9.31	599,046	7.02	-208,061
Money trusts	14,056	0.16	12,724	0.15	-1,332
Securities	6,071,496	70.03	6,111,030	71.63	39,533
Loans	399,491	4.61	390,500	4.58	-8,991
Tangible fixed assets	248,786	2.87	245,027	2.87	-3,759
Intangible fixed assets	547	0.01	542	0.01	-4
Other assets	693,410	8.00	800,694	9.38	107,284
Deferred tax assets	65,611	0.76	69,957	0.82	4,346
Customers' liabilities under acceptances and guarantees	3,164	0.04	3,143	0.04	-21
Valuation allowance for bad debts	-14,301	-0.16	-13,144	-0.15	1,156
<b>Total assets</b>	<b>8,670,008</b>	<b>100.00</b>	<b>8,531,824</b>	<b>100.00</b>	<b>-138,184</b>
(Liabilities)					
Insurance liabilities	5,589,810	64.47	5,491,913	64.37	-97,897
Outstanding claims	902,620		967,621		65,001
Underwriting reserves	4,687,189		4,524,291		-162,898
Corporate bonds	10,000	0.12	10,000	0.12	-
Other liabilities	1,154,355	13.31	1,093,208	12.81	-61,147
Accrued income taxes	14,295		12,203		-2,091
Lease obligations	3,763		3,256		-507
Asset retirement obligations	3,484		3,502		18
Other liabilities	1,132,812		1,074,245		-58,566
Retirement benefit obligations	161,892	1.87	162,603	1.91	711
Provision for employees' bonus	13,092	0.15	6,656	0.08	-6,435
Reserve under the special law	61,470	0.71	62,413	0.73	943
Price fluctuation reserve	61,470		62,413		943
Acceptances and guarantees	3,164	0.04	3,143	0.04	-21
<b>Total liabilities</b>	<b>6,993,785</b>	<b>80.67</b>	<b>6,829,938</b>	<b>80.05</b>	<b>-163,846</b>
(Net assets)					
Share capital	101,994	1.18	101,994	1.20	-
Capital surplus	123,521	1.42	123,521	1.45	-
Additional paid-in capital	123,521		123,521		-
Retained earnings	556,531	6.42	606,026	7.10	49,494
Surplus reserve	81,099		81,099		-
Other retained earnings	475,432		524,926		49,494
Advanced depreciation reserve for fixed assets	17,457		17,457		-
Special reserve	235,426		235,426		-
Retained earnings carried forward	222,548		272,043		49,494
Total shareholders' equity	782,047	9.02	831,541	9.75	49,494
Unrealized gains on securities, net of taxes	874,915	10.09	850,418	9.97	-24,496
Deferred gains/losses on hedge transactions	19,260	0.22	19,924	0.23	664
Total valuation and translation adjustments	894,175	10.31	870,343	10.20	-23,832
<b>Total net assets</b>	<b>1,676,223</b>	<b>19.33</b>	<b>1,701,885</b>	<b>19.95</b>	<b>25,662</b>
<b>Total liabilities and net assets</b>	<b>8,670,008</b>	<b>100.00</b>	<b>8,531,824</b>	<b>100.00</b>	<b>-138,184</b>

## Reference : Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated)

### Statement of income

(Yen in millions)

	For the three months ended June 30, 2010	For the three months ended June 30, 2011	Increase or decrease by comparison
	( April 1, 2010 to June 30, 2010 )	( April 1, 2011 to June 30, 2011 )	
	Amount	Amount	
Ordinary income	606,096	716,374	110,278
Underwriting income	518,161	651,949	133,788
( Net premiums written )	( 439,261 )	( 442,065 )	( 2,804 )
( Deposit premiums from policyholders )	( 32,049 )	( 31,900 )	( -148 )
( Investment income on deposit premiums )	( 15,571 )	( 15,066 )	( -504 )
( Reversal of outstanding claims )	( 17,778 )	( - )	( -17,778 )
( Reversal of underwriting reserves )	( 13,477 )	( 162,898 )	( 149,420 )
Investment income	85,809	61,435	-24,374
( Interest and dividends )	( 64,162 )	( 61,768 )	( -2,393 )
( Gains on money trusts )	( 1 )	( 272 )	( 271 )
( Gains on sales of securities )	( 16,579 )	( 2,682 )	( -13,896 )
( Transfer of investment income on deposit premiums )	( -15,571 )	( -15,066 )	( 504 )
Other ordinary income	2,125	2,990	865
Ordinary expenses	517,301	622,555	105,254
Underwriting expenses	425,409	545,229	119,819
( Net claims paid )	( 274,299 )	( 333,642 )	( 59,343 )
( Loss adjustment expenses )	( 20,143 )	( 19,502 )	( -640 )
( Agency commissions and brokerage )	( 78,399 )	( 77,798 )	( -600 )
( Maturity refunds to policyholders )	( 50,837 )	( 48,045 )	( -2,791 )
( Provision for outstanding claims )	( - )	( 65,001 )	( 65,001 )
Investment expenses	13,273	5,057	-8,215
( Losses on money trusts )	( 702 )	( - )	( -702 )
( Losses on sales of securities )	( 813 )	( 2,106 )	( 1,292 )
( Impairment losses on securities )	( 8,274 )	( 2,087 )	( -6,187 )
Operating and general administrative expenses	77,424	71,692	-5,731
Other ordinary expenses	1,194	575	-618
( Interest paid )	( 961 )	( 492 )	( -469 )
Ordinary profit	88,794	93,818	5,024
Extraordinary gains	43	517	473
Gains on disposal of fixed assets	43	502	458
Gains on sales of investment in affiliates	-	15	15
Extraordinary losses	5,108	1,204	-3,904
Losses on disposal of fixed assets	986	90	-895
Impairment losses on fixed assets	382	170	-212
Provision under the special law	1,001	943	-58
Provision for price fluctuation	( 1,001 )	( 943 )	( -58 )
Losses on adjustment for changes of accounting standard for asset retirement obligations	2,737	-	-2,737
Income before income taxes	83,729	93,132	9,403
Income taxes - current	21,649	14,535	-7,113
Income taxes - deferred	-3,616	9,095	12,712
Total income taxes	18,032	23,631	5,598
Net income	65,696	69,501	3,804
(Reference)			
Net loss ratio	67.0	79.9	12.9
Net expense ratio	33.7	32.2	-1.5
Underwriting profit	22,808	41,444	18,636

**Reference : Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated)**

Underwriting

Direct premiums written (excluding deposit premiums from policyholders)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )			For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )		
	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)
Fire and allied lines	62,715	13.3	-5.1	65,531	13.6	4.5
Hull and cargo	16,991	3.6	12.1	17,349	3.6	2.1
Personal accident	48,769	10.3	3.0	49,718	10.4	1.9
Voluntary automobile	217,936	46.2	0.4	218,316	45.5	0.2
Compulsory automobile liability	52,101	11.0	4.1	53,904	11.2	3.5
Other	73,161	15.5	0.0	75,364	15.7	3.0
<b>Total</b>	<b>471,676</b>	<b>100.0</b>	<b>0.6</b>	<b>480,185</b>	<b>100.0</b>	<b>1.8</b>
(Deposit premiums)	( 32,049 )	( - )	( -7.9 )	( 31,900 )	( - )	( -0.5 )

Net premiums written

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )			For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )		
	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)
Fire and allied lines	50,309	11.5	-2.7	51,523	11.7	2.4
Hull and cargo	14,309	3.3	10.6	14,471	3.3	1.1
Personal accident	47,873	10.9	3.1	49,027	11.1	2.4
Voluntary automobile	216,598	49.3	0.4	217,569	49.2	0.4
Compulsory automobile liability	49,064	11.2	-0.4	48,854	11.1	-0.4
Other	61,105	13.9	-2.6	60,619	13.7	-0.8
<b>Total</b>	<b>439,261</b>	<b>100.0</b>	<b>0.1</b>	<b>442,065</b>	<b>100.0</b>	<b>0.6</b>

Net claims paid

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )			For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )		
	Amount (Yen in millions)	Rate of change (%)	Loss ratio (%)	Amount (Yen in millions)	Rate of change (%)	Loss ratio (%)
Fire and allied lines	22,607	15.6	47.0	85,731	279.2	168.4
Hull and cargo	8,026	1.2	59.2	9,247	15.2	67.0
Personal accident	20,065	-0.6	44.4	20,504	2.2	43.9
Voluntary automobile	138,612	4.1	69.5	139,061	0.3	69.2
Compulsory automobile liability	55,142	0.8	120.0	53,786	-2.5	117.9
Other	29,845	-11.1	51.7	25,311	-15.2	44.5
<b>Total</b>	<b>274,299</b>	<b>2.0</b>	<b>67.0</b>	<b>333,642</b>	<b>21.6</b>	<b>79.9</b>

**Reference : Tokio Marine & Nichido Fire Insurance Co., Ltd. (non-consolidated)**

Solvency margin ratio

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
(A) Total amount of solvency margin	3,529,689	3,445,782
Total net assets	762,040	831,541
Price fluctuation reserve	61,470	62,413
Contingency reserve	-	-
Catastrophe loss reserve	1,045,992	886,769
General valuation allowance for bad debts	2,687	2,605
Net unrealized gains/losses on securities (Prior to tax effect deductions)	1,232,724	1,198,242
Net unrealized gains/losses on land	170,151	170,156
Excess of policyholders' contract deposits	-	-
Subordinated debt, etc.	-	-
Deductions	10,000	10,000
Other	264,621	304,052
(B) Total amount of risks		
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	856,895	770,752
General insurance risk (R <sub>1</sub> )	101,451	101,448
Third sector insurance risk (R <sub>2</sub> )	-	-
Assumed interest risk (R <sub>3</sub> )	8,290	8,223
Asset management risk (R <sub>4</sub> )	408,970	402,860
Business administration risk (R <sub>5</sub> )	18,552	16,860
Catastrophe risk (R <sub>6</sub> )	408,926	330,475
(C) Solvency margin ratio [(A) / {(B) × 1/2}] × 100	823.8%	894.1%

(Note) Solvency margin ratio as of June 30, 2011 is calculated by the method which the company regards as reasonable in conformity with the Insurance Business Law and other related regulations. Catastrophe risk is calculated partially using simplified methods example for to input the data as of March 31, 2011.

[Pro-forma Solvency ratio] by the new formula to be applied at the end of this fiscal year

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
(A) Total amount of solvency margin	3,529,689	3,445,782
Total net assets	762,040	831,541
Price fluctuation reserve	61,470	62,413
Contingency reserve	-	-
Catastrophe loss reserve	1,045,992	886,769
General valuation allowance for bad debts	2,687	2,605
Net unrealized gains/losses on securities (Prior to tax effect deductions)	1,232,724	1,198,242
Net unrealized gains/losses on land	170,151	170,156
Excess of policyholders' contract deposits	-	-
Subordinated debt, etc.	-	-
The amount in "Excess of policyholders' contract deposits" or "Subordinated debt" that not being counted as margin	-	-
Deductions	10,000	10,000
Other	264,621	304,052
(B) Total amount of risks		
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	1,169,807	1,076,332
General insurance risk (R <sub>1</sub> )	151,493	151,233
Third sector insurance risk (R <sub>2</sub> )	-	-
Assumed interest risk (R <sub>3</sub> )	29,781	29,542
Asset management risk (R <sub>4</sub> )	718,400	707,962
Business administration risk (R <sub>5</sub> )	25,610	23,769
Catastrophe risk (R <sub>6</sub> )	380,831	299,712
(C) Solvency margin ratio [(A) / {(B) × 1/2}] × 100	603.4%	640.2%

(Note) 1. The laws regarding the computation of Solvency ratio is amended and the formula for "Total amount of solvency margin" and "Total amount of risks" is partially changed to rigorous risk measurement.

The change will be applied at the end of this fiscal year. The figures above provide the pro-forma information as if the change was applied as of March 31 and June 30, 2011.

2. Solvency margin ratio as of June 30, 2011 is calculated using simplified methods, which are the same as the current formula for the quarter ends.

**Reference : Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated)**
**Balance sheet**

(Yen in millions)

	As of March 31, 2011		As of June 30, 2011		Increase or decrease by comparison
	Amount	Composition ratio	Amount	Composition ratio	
(Assets)		%		%	
Cash and bank deposits	35,273	8.23	24,044	5.42	-11,228
Securities	279,920	65.32	291,853	65.81	11,933
Loans	10,737	2.51	9,761	2.20	-976
Tangible fixed assets	33,805	7.89	33,613	7.58	-191
Intangible fixed assets	94	0.02	94	0.02	-
Other assets	37,967	8.86	53,515	12.07	15,548
Deferred tax assets	32,358	7.55	32,118	7.24	-240
Valuation allowance for bad debts	-1,647	-0.38	-1,495	-0.34	151
<b>Total assets</b>	<b>428,509</b>	<b>100.00</b>	<b>443,506</b>	<b>100.00</b>	<b>14,996</b>
(Liabilities)					
Insurance liabilities	346,869	80.95	345,190	77.83	-1,678
Outstanding claims	51,801		60,320		8,519
Underwriting reserves	295,067		284,870		-10,197
Other liabilities	13,175	3.07	28,894	6.52	15,718
Accrued income taxes	388		580		192
Lease obligations	46		43		-2
Asset retirement obligations	40		39		-0
Other liabilities	12,700		28,230		15,529
Retirement benefit obligations	904	0.21	1,552	0.35	648
Provision for employees' bonus	482	0.11	-	-	-482
Reserve under the special law	731	0.17	526	0.12	-205
Price fluctuation reserve	731		526		-205
<b>Total liabilities</b>	<b>362,163</b>	<b>84.52</b>	<b>376,164</b>	<b>84.82</b>	<b>14,001</b>
(Net assets)					
Share capital	20,389	4.76	20,389	4.60	-
Capital surplus	15,518	3.62	15,518	3.50	-
Additional paid-in capital	12,620		12,620		-
Other capital surplus	2,898		2,898		-
Retained earnings	23,573	5.50	23,205	5.23	-367
Surplus reserve	7,732		7,732		-
Other retained earnings	15,841		15,473		-367
Special reserve	10,840		10,840		-
Advanced depreciation reserve for fixed assets	1,690		1,690		-
Retained earnings carried forward	3,310		2,943		-367
Total shareholders' equity	59,481	13.88	59,114	13.33	-367
Unrealized gains on securities, net of taxes	6,865	1.60	8,227	1.86	1,362
Total valuation and translation adjustments	6,865	1.60	8,227	1.86	1,362
<b>Total net assets</b>	<b>66,346</b>	<b>15.48</b>	<b>67,342</b>	<b>15.18</b>	<b>995</b>
<b>Total liabilities and net assets</b>	<b>428,509</b>	<b>100.00</b>	<b>443,506</b>	<b>100.00</b>	<b>14,996</b>

## Reference : Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated)

### Statement of income

(Yen in millions)

	For the three months ended June 30, 2010	For the three months ended June 30, 2011	Increase or decrease by comparison
	( April 1, 2010 to June 30, 2010 )	( April 1, 2011 to June 30, 2011 )	
	Amount	Amount	
Ordinary income	41,874	48,183	6,308
Underwriting income	39,863	47,199	7,336
( Net premiums written )	( 34,480 )	( 34,916 )	( 436 )
( Deposit premiums from policyholders )	( 2,080 )	( 1,453 )	( -627 )
( Investment income on deposit premiums )	( 646 )	( 626 )	( -19 )
( Reversal of outstanding claims )	( 1,412 )	( - )	( -1,412 )
( Reversal of underwriting reserves )	( 1,236 )	( 10,197 )	( 8,960 )
Investment income	1,765	806	-959
( Interest and dividends )	( 1,369 )	( 1,169 )	( -199 )
( Gains on sales of securities )	( 686 )	( 123 )	( -563 )
( Gains on redemption of securities )	( 31 )	( 16 )	( -15 )
( Gains on derivatives )	( 318 )	( 122 )	( -196 )
( Transfer of investment income on deposit premiums )	( -646 )	( -626 )	( 19 )
Other ordinary income	245	177	-68
Ordinary expenses	39,696	48,934	9,237
Underwriting expenses	33,036	42,106	9,069
( Net claims paid )	( 20,847 )	( 21,642 )	( 794 )
( Loss adjustment expenses )	( 1,770 )	( 2,225 )	( 455 )
( Agency commissions and brokerage )	( 6,428 )	( 6,461 )	( 33 )
( Maturity refunds to policyholders )	( 3,929 )	( 3,194 )	( -735 )
( Provision for outstanding claims )	( - )	( 8,519 )	( 8,519 )
Investment expenses	202	500	298
( Losses on sales of securities )	( 28 )	( 2 )	( -25 )
( Impairment losses on securities )	( 111 )	( 460 )	( 348 )
( Losses on redemption of securities )	( 30 )	( 7 )	( -22 )
Operating and general administrative expenses	6,431	6,256	-175
Other ordinary expenses	25	70	45
Ordinary profit	2,178	-750	-2,928
Extraordinary gains	27	207	180
Gains on disposal of fixed assets	0	0	0
Reversal of reserve under the special law	-	205	205
Reversal of price fluctuation reserve	( - )	( 205 )	( 205 )
Other extraordinary gains	27	2	-25
Extraordinary losses	122	129	6
Losses on disposal of fixed assets	14	8	-6
Provision under the special law	59	-	-59
Provision for price fluctuation	( 59 )	( - )	( -59 )
Losses on adjustment for changes of accounting standard for asset retirement obligations	48	-	-48
Other extraordinary losses	-	121	121
Income before income taxes	2,083	-672	-2,755
Income taxes - current	27	30	2
Income taxes - deferred	530	-335	-865
Total income taxes	558	-305	-863
Net income/loss	1,524	-367	-1,891

(Reference)

Net loss ratio	65.6	68.4	2.8
Net expense ratio	36.9	36.0	-0.8
Underwriting profit	606	-733	-1,340

## Reference : Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated)

### Underwriting

#### Direct premiums written (excluding deposit premiums from policyholders)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )			For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )		
	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)
Fire and allied lines	6,481	17.7	2.3	6,556	17.5	1.2
Hull and cargo	-11	-0.0	-523.3	-	-	-
Personal accident	2,797	7.6	1.8	2,850	7.6	1.9
Voluntary automobile	19,718	53.8	2.6	20,167	53.9	2.3
Compulsory automobile liability	4,859	13.3	2.2	5,096	13.6	4.9
Other	2,792	7.6	-6.4	2,720	7.3	-2.6
<b>Total</b>	<b>36,637</b>	<b>100.0</b>	<b>1.6</b>	<b>37,391</b>	<b>100.0</b>	<b>2.1</b>
(Deposit premiums)	( 2,080 )	( - )	( -2.7 )	( 1,453 )	( - )	( -30.1 )

### Net premiums written

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )			For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )		
	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)	Amount (Yen in millions)	Composition ratio (%)	Rate of change (%)
Fire and allied lines	5,557	16.1	7.9	5,647	16.2	1.6
Hull and cargo	12	0.0	-74.3	24	0.1	87.5
Personal accident	2,761	8.0	1.9	2,806	8.0	1.7
Voluntary automobile	19,586	56.8	2.6	20,019	57.3	2.2
Compulsory automobile liability	3,924	11.4	3.6	3,820	10.9	-2.6
Other	2,637	7.6	-5.5	2,597	7.4	-1.5
<b>Total</b>	<b>34,480</b>	<b>100.0</b>	<b>2.7</b>	<b>34,916</b>	<b>100.0</b>	<b>1.3</b>

### Net claims paid

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )			For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )		
	Amount (Yen in millions)	Rate of change (%)	Loss ratio (%)	Amount (Yen in millions)	Rate of change (%)	Loss ratio (%)
Fire and allied lines	2,975	88.8	56.0	4,626	55.5	84.4
Hull and cargo	47	57.0	372.6	45	-2.8	197.9
Personal accident	1,289	-9.4	51.4	1,385	7.5	54.2
Voluntary automobile	11,595	8.1	64.8	10,709	-7.6	61.1
Compulsory automobile liability	3,677	1.5	101.2	3,673	-0.1	104.3
Other	1,262	1.5	52.3	1,203	-4.7	50.8
<b>Total</b>	<b>20,847</b>	<b>11.9</b>	<b>65.6</b>	<b>21,642</b>	<b>3.8</b>	<b>68.4</b>

Reference : Nisshin Fire & Marine Insurance Co., Ltd. (non-consolidated)

Solvency margin ratio

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
(A) Total amount of solvency margin	139,809	131,286
Total net assets	59,481	59,114
Price fluctuation reserve	731	526
Contingency reserve	-	-
Catastrophe loss reserve	63,779	54,245
General valuation allowance for bad debts	161	157
Net unrealized gains/losses on securities (Prior to tax effect deductions)	8,789	10,777
Net unrealized gains/losses on land	-2,193	-2,391
Excess of policyholders' contract deposits	-	-
Subordinated debt, etc.	-	-
Deductions	-	-
Other	9,058	8,856
(B) Total amount of risks	37,672	37,555
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
General insurance risk (R <sub>1</sub> )	7,768	7,768
Third sector insurance risk (R <sub>2</sub> )	-	-
Assumed interest risk (R <sub>3</sub> )	402	397
Asset management risk (R <sub>4</sub> )	7,945	7,794
Business administration risk (R <sub>5</sub> )	831	827
Catastrophe risk (R <sub>6</sub> )	25,437	25,437
(C) Solvency margin ratio [(A) / {(B) × 1/2}] × 100	742.2%	699.1%

(Note) Solvency margin ratio as of June 30, 2011 is calculated by the method which the company regards as reasonable in conformity with the Insurance Business Law and other related regulations. Catastrophe risk is calculated partially using simplified methods example for to input the data as of March 31, 2011.

**【Pro-forma Solvency ratio】** by the new formula to be applied at the end of this fiscal year

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
(A) Total amount of solvency margin	139,809	131,286
Total net assets	59,481	59,114
Price fluctuation reserve	731	526
Contingency reserve	-	-
Catastrophe loss reserve	63,779	54,245
General valuation allowance for bad debts	161	157
Net unrealized gains/losses on securities (Prior to tax effect deductions)	8,789	10,777
Net unrealized gains/losses on land	-2,193	-2,391
Excess of policyholders' contract deposits	-	-
Subordinated debt, etc.	-	-
The amount in "Excess of policyholders' contract deposits" or "Subordinated debt" that not being counted as margin	-	-
Deductions	-	-
Other	9,058	8,856
(B) Total amount of risks	44,160	44,178
$\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$		
General insurance risk (R <sub>1</sub> )	11,530	11,528
Third sector insurance risk (R <sub>2</sub> )	-	-
Assumed interest risk (R <sub>3</sub> )	1,486	1,467
Asset management risk (R <sub>4</sub> )	11,960	12,005
Business administration risk (R <sub>5</sub> )	1,008	1,008
Catastrophe risk (R <sub>6</sub> )	25,437	25,437
(C) Solvency margin ratio [(A) / {(B) × 1/2}] × 100	633.1%	594.3%

(Note) 1. The laws regarding the computation of Solvency ratio is amended and the formula for "Total amount of solvency margin" and "Total amount of risks" is partially changed to rigorous risk measurement. The change will be applied at the end of this fiscal year. The figures above provide the pro-forma information as if the change was applied as of March 31 and June 30, 2011.

2. Solvency margin ratio as of June 30, 2011 is calculated using simplified methods, which are the same as the current formula for the quarter ends.

**Reference : E.design Insurance Co., Ltd. (non-consolidated)**

Balance sheet

(Yen in millions)

	As of March 31, 2011		As of June 30, 2011		Increase or decrease by comparison
	Amount	Composition ratio	Amount	Composition ratio	
(Assets)		%		%	
Cash and bank deposits	7,484	40.09	6,540	35.48	-943
Tangible fixed assets	54	0.29	52	0.29	-1
Intangible fixed assets	0	0.00	0	0.00	-
Other assets	11,128	59.61	11,842	64.24	714
Deferred assets under Article 113 of the Insurance Business Law	10,555		11,279		724
Other assets	572		562		-10
<b>Total assets</b>	<b>18,667</b>	<b>100.00</b>	<b>18,436</b>	<b>100.00</b>	<b>-231</b>
(Liabilities)					
Insurance liabilities	2,307	12.36	2,795	15.16	487
Outstanding claims	464		645		181
Underwriting reserves	1,843		2,149		306
Other liabilities	992	5.32	910	4.94	-82
Accrued income taxes	10		3		-7
Lease obligations	17		17		0
Asset retirement obligations	11		11		0
Other liabilities	953		878		-75
Retirement benefit obligations	9	0.05	11	0.06	1
Provision for employees' bonus	61	0.33	26	0.14	-35
<b>Total liabilities</b>	<b>3,372</b>	<b>18.07</b>	<b>3,744</b>	<b>20.31</b>	<b>371</b>
(Net assets)					
Share capital	10,553	56.54	10,553	57.25	-
Capital surplus	10,553	56.54	10,553	57.25	-
Additional paid-in capital	10,553		10,553		-
Retained earnings	-5,812	-31.14	-6,415	-34.80	-602
Other retained earnings	-5,812		-6,415		-602
Retained earnings carried forward	-5,812		-6,415		-602
<b>Total shareholders' equity</b>	<b>15,294</b>	<b>81.93</b>	<b>14,691</b>	<b>79.69</b>	<b>-602</b>
<b>Total net assets</b>	<b>15,294</b>	<b>81.93</b>	<b>14,691</b>	<b>79.69</b>	<b>-602</b>
<b>Total liabilities and net assets</b>	<b>18,667</b>	<b>100.00</b>	<b>18,436</b>	<b>100.00</b>	<b>-231</b>

## Reference : E.design Insurance Co., Ltd. (non-consolidated)

### Statement of income

(Yen in millions)

	For the three months ended June 30, 2010	For the three months ended June 30, 2011	Increase or decrease by comparison
	( April 1, 2010 to June 30, 2010 )	( April 1, 2011 to June 30, 2011 )	
	Amount	Amount	
Ordinary income	538	1,032	493
Underwriting income	537	1,031	494
Net premiums written	( 537 )	( 1,031 )	( 493 )
Investment income on deposit premiums	( - )	( 0 )	( 0 )
Investment income	1	0	-0
Interest and dividends	( 1 )	( 0 )	( -0 )
Transfer of investment income on deposit premiums	( - )	( -0 )	( -0 )
Other ordinary income	0	0	0
Ordinary expenses	1,071	1,633	561
Underwriting expenses	676	1,096	420
Net claims paid	( 177 )	( 444 )	( 266 )
Loss adjustment expenses	( 195 )	( 165 )	( -30 )
Provision for outstanding claims	( 73 )	( 181 )	( 107 )
Provision for underwriting reserves	( 229 )	( 306 )	( 76 )
Operating and general administrative expenses	1,121	1,260	139
Other ordinary expenses	229	345	115
( Interest paid )	( 0 )	( 0 )	( -0 )
( Amortization of deferred assets under Article 113 of the Insurance Business Law )	( 229 )	( 344 )	( 115 )
Deferred expenses under Article 113 of the Insurance Business Law	-955	-1,069	-113
Ordinary loss	-533	-601	-67
Extraordinary losses	2	0	-2
Losses on disposal of fixed assets	-	0	0
Losses on adjustment for changes of accounting standard for asset retirement obligations	2	-	-2
Income before income taxes	-535	-601	-65
Income taxes - current	1	1	-
Total income taxes	1	1	-
Net loss	-537	-602	-65
(Reference)			
Net loss ratio	69.5	59.1	-10.4
Net expense ratio	208.8	122.3	-86.5
Underwriting profit	-1,260	-1,326	-65

**Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)**
**Balance sheet**

(Yen in millions)

	As of March 31, 2011		As of June 30, 2011		Increase or decrease by comparison
	Amount	Composition ratio	Amount	Composition ratio	
(Assets)		%		%	
Cash and bank deposits	49,706	1.33	48,018	1.30	-1,687
Call loans	12,341	0.33	7,273	0.20	-5,068
Receivables under security borrowing transactions	30,725	0.82	37,110	1.01	6,385
Monetary receivables bought	166,955	4.48	102,971	2.79	-63,984
Securities	3,323,246	89.15	3,356,820	90.97	33,574
Domestic government bonds	2,902,649		2,964,598		61,949
Domestic municipal bonds	30,606		33,046		2,439
Domestic corporate bonds	237,578		221,164		-16,414
Domestic stocks	405		420		14
Foreign securities	152,006		137,590		-14,415
Loans	58,551	1.57	58,275	1.58	-275
Policy loans	58,551		58,275		-275
Tangible fixed assets	956	0.03	952	0.03	-3
Intangible fixed assets	27	0.00	27	0.00	-
Agency accounts receivable	482	0.01	462	0.01	-20
Reinsurance accounts receivable	1,583	0.04	1,367	0.04	-216
Other assets	36,378	0.98	36,766	1.00	387
Deferred tax assets	47,688	1.28	40,616	1.10	-7,071
Valuation allowance for bad debts	-772	-0.02	-777	-0.02	-4
<b>Total assets</b>	<b>3,727,869</b>	<b>100.00</b>	<b>3,689,884</b>	<b>100.00</b>	<b>-37,984</b>
(Liabilities)					
Insurance liabilities	2,870,125	76.99	2,907,878	78.81	37,752
Outstanding claims	15,925		14,986		-939
Underwriting reserves	2,778,004		2,816,020		38,016
Reserve for dividends to policyholders	76,195		76,871		676
Agency accounts payable	3,966	0.11	3,159	0.09	-806
Reinsurance accounts payable	3,006	0.08	1,081	0.03	-1,924
Other liabilities	750,502	20.13	663,145	17.97	-87,356
Payables under security lending transactions	729,402		649,724		-79,677
Accrued income taxes	5,640		1,132		-4,508
Lease obligations	343		321		-22
Other liabilities	15,115		11,967		-3,148
Retirement benefit obligations	2,206	0.06	2,387	0.06	181
Reserve under the special law	3,611	0.10	3,713	0.10	102
Price fluctuation reserve	3,611		3,713		102
<b>Total liabilities</b>	<b>3,633,417</b>	<b>97.47</b>	<b>3,581,366</b>	<b>97.06</b>	<b>-52,051</b>
(Net assets)					
Share capital	55,000	1.48	55,000	1.49	-
Capital surplus	35,000	0.94	35,000	0.95	-
Additional paid-in capital	35,000		35,000		-
Retained earnings	754	0.02	3,625	0.10	2,871
Other retained earnings	754		3,625		2,871
Retained earnings carried forward	754		3,625		2,871
Total shareholders' equity	90,754	2.43	93,625	2.54	2,871
Unrealized gains on securities, net of taxes	6,587	0.18	16,615	0.45	10,028
Deferred gains/losses on hedge transactions	-2,890	-0.08	-1,723	-0.05	1,166
Total valuation and translation adjustments	3,697	0.10	14,892	0.40	11,195
<b>Total net assets</b>	<b>94,451</b>	<b>2.53</b>	<b>108,518</b>	<b>2.94</b>	<b>14,066</b>
<b>Total liabilities and net assets</b>	<b>3,727,869</b>	<b>100.00</b>	<b>3,689,884</b>	<b>100.00</b>	<b>-37,984</b>

(Note) Underwriting reserves are funded in accordance with Article 116 of the Insurance Business Law. As for premium reserves for individual insurance and annuities, the amounts are calculated using five-year Zillmer method in accordance with Article 69, paragraph 4, section 4 of the Enforcement Regulation of the Insurance Business Law. In addition to the figures calculated by the aforementioned methods, the following amounts are funded as underwriting reserves in order to fulfill the standard amount of underwriting reserves.

• 103,352 million yen as of March 31, 2011

• 105,747 million yen as of June 30, 2011

As a result of these accumulated reserves, the standard amount of underwriting reserves required under the Insurance Business Law is completed as of March 31 and June 30, 2011.

## Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)

### Statement of income

(Yen in millions)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )	For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )	Increase or decrease by comparison
	Amount	Amount	
Ordinary income	123,723	132,144	8,420
Insurance premiums and other	107,159	113,433	6,273
( Insurance premiums )	( 106,098 )	( 111,226 )	( 5,128 )
Investment income	15,444	17,128	1,683
( Interest and dividends )	( 15,004 )	( 15,826 )	( 821 )
( Gains on sales of securities )	( 80 )	( 1,298 )	( 1,217 )
( Gains on derivatives )	( 354 )	( - )	( -354 )
Other ordinary income	1,119	1,583	463
( Reversal of outstanding claims )	( - )	( 939 )	( 939 )
Ordinary expenses	115,747	125,675	9,928
Insurance claims and other	50,664	60,839	10,175
( Insurance claims )	( 8,670 )	( 10,789 )	( 2,118 )
( Annuity payments )	( 773 )	( 1,150 )	( 377 )
( Benefits )	( 13,336 )	( 18,972 )	( 5,635 )
( Surrender benefits )	( 26,148 )	( 28,253 )	( 2,104 )
( Other refunds )	( 282 )	( 258 )	( -24 )
Provision for underwriting reserves and other	31,994	38,016	6,022
Provision for outstanding claims	149	-	-149
Provision for underwriting reserves	31,844	38,016	6,171
Interest on reserve for dividends to policyholders	0	0	0
Investment expenses	11,609	5,503	-6,105
( Interest paid )	( 150 )	( 202 )	( 51 )
( Losses on sales of securities )	( 254 )	( 396 )	( 142 )
( Losses on derivatives )	( - )	( 718 )	( 718 )
( Foreign exchange losses )	( 11,139 )	( 4,180 )	( -6,959 )
Operating expenses	20,100	20,028	-72
Other ordinary expenses	1,379	1,288	-90
Ordinary profit	7,975	6,468	-1,507
Extraordinary losses	290	136	-154
Provision for reserve for dividends to policyholders	1,476	1,741	265
Income before income taxes	6,209	4,590	-1,618
Income taxes - current	703	972	269
Income taxes - deferred	1,584	746	-837
Total income taxes	2,287	1,719	-568
Net income	3,921	2,871	-1,050

(Note) 2,395 million yen for the three months ended June 30, 2011 is additionally reserved to the underwriting reserves which is calculated by the five-year Zillmer method.

## Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)

### Breakdown of ordinary profit (Core operating profit)

(Yen in millions)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )	For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )	Increase or decrease by comparison
Core operating profit A	8,037	6,211	-1,826
Capital gains	11,457	5,742	-5,714
Gains on sales of securities	80	1,298	1,217
Gains on derivatives	200	-	-200
Other capital gains	11,176	4,444	-6,731
Capital losses	11,393	5,371	-6,022
Losses on sales of securities	254	396	142
Losses on derivatives	-	795	795
Foreign exchange losses	11,139	4,180	-6,959
Net capital gains/losses B	63	371	307
Core operating profit including net capital gains/losses A + B	8,101	6,582	-1,519
Non-recurring income	-	0	0
Decrease in specific valuation allowance for bad debts	-	0	0
Non-recurring losses	125	114	-11
Provision for contingency reserves	124	114	-10
Increase in specific valuation allowance for bad debts	1	-	-1
Net non-recurring income/losses C	-125	-113	12
Ordinary profit A + B + C	7,975	6,468	-1,507

(Note) 1. The amount of interest received/paid on interest swaps in "Gains/losses on derivatives" included in core operating profit is as follows;

- Gains of 154 million yen for the three months ended June 30, 2010
  - Gains of 77 million yen for the three months ended June 30, 2011
2. Other capital gains are decrease in underwriting reserves for foreign-currency insurance contracts due to currency rate fluctuations.
  3. 2,395 million yen for the three months ended June 30, 2011 is additionally reserved to the underwriting reserves which is calculated by the five-year Zillmer method. The amount is recognized as core operating expense (provision for underwriting reserves) in core operating profit.

**Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)**

Number of policies and policy amount

• Policies in force

(Number in thousands, yen in 100 millions, %)

	As of March 31, 2011				As of June 30, 2011			
	Number		Amount		Number		Amount	
		YTY comparison		YTY comparison		YTY comparison		YTY comparison
Individual insurance	3,029	110.6	175,863	107.6	3,070	101.4	177,732	101.1
Individual annuities	245	96.3	10,210	99.8	244	99.4	10,202	99.9
Group insurance	-	-	29,799	96.0	-	-	29,963	100.6
Group annuities	-	-	54	87.4	-	-	51	94.9

• New policies

(Number in thousands, yen in 100 millions, %)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )				For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )			
	Number		Amount		Number		Amount	
		YTY comparison		YTY comparison		YTY comparison		YTY comparison
Individual insurance	108	107.8	6,647	105.8	96	88.5	5,516	83.0
Individual annuities	3	115.7	163	118.0	4	142.5	239	146.5
Group insurance	-	-	84	131.0	-	-	76	90.7
Group annuities	-	-	-	-	-	-	-	-

Annualized premiums

• Policies in force

(Yen in 100 millions, %)

	As of March 31, 2011		As of June 30, 2011	
		YTY comparison		YTY comparison
	Individual insurance	3,262	106.6	3,290
Individual annuities	705	92.3	690	97.9
Total	3,967	103.7	3,981	100.3
Medical coverage and accelerated death benefits	794	108.7	805	101.5
Medical and cancer	627	113.2	644	102.7

• New policies

(Yen in 100 millions, %)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )		For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )	
		YTY comparison		YTY comparison
	Individual insurance	103	108.3	90
Individual annuities	8	111.4	12	148.6
Total	112	108.5	102	91.7
Medical coverage and accelerated death benefits	24	111.9	26	109.0
Medical and cancer	23	112.7	24	104.6

## Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)

### Fair value information on securities (Securities measured at fair value other than trading securities)

(Yen in millions)

		As of March 31, 2011					As of June 30, 2011				
		Carrying amount	Fair value	Unrealized gains/losses			Carrying amount	Fair value	Unrealized gains/losses		
				Gains	Losses				Gains	Losses	
Total	Bonds held to maturity	1,879,596	1,870,418	-9,178	43,303	-52,482	1,883,770	1,922,202	38,432	61,883	-23,451
	Bonds earmarked for underwriting reserves	255,214	266,162	10,948	11,413	-465	241,826	254,598	12,772	12,993	-221
	Other securities (available for sale)	1,367,811	1,378,120	10,308	22,540	-12,231	1,335,946	1,361,949	26,002	33,720	-7,717
	Domestic bonds	1,161,340	1,170,948	9,607	21,771	-12,163	1,189,967	1,215,112	25,144	32,822	-7,677
	Domestic stocks	106	135	29	29	-	106	174	68	68	-
	Foreign bonds	16,409	17,081	671	739	-68	14,901	15,691	789	829	-39
	Other (domestic)	189,955	189,955	-	-	-	130,971	130,971	-	-	-
	<b>Total</b>	<b>3,502,623</b>	<b>3,514,701</b>	<b>12,077</b>	<b>77,256</b>	<b>-65,179</b>	<b>3,461,543</b>	<b>3,538,750</b>	<b>77,207</b>	<b>108,597</b>	<b>-31,389</b>
	Domestic bonds	3,161,226	3,166,405	5,179	69,900	-64,721	3,193,664	3,262,709	69,044	100,193	-31,148
	Domestic stocks	106	135	29	29	-	106	174	68	68	-
	Foreign bonds	151,334	158,204	6,869	7,327	-457	136,801	144,895	8,093	8,335	-241
Other (domestic)	189,955	189,955	-	-	-	130,971	130,971	-	-	-	

(Note) Other (domestic) is comprised of "Monetary receivables bought".

### Fair value information on derivative transactions

#### • Interest rate-related instruments

(Yen in millions)

		As of March 31, 2011				As of June 30, 2011			
		Notional amount		Fair value	Unrealized gains/losses	Notional amount		Fair value	Unrealized gains/losses
			over 1 year				over 1 year		
Over-the-counter transactions	Interest rate swaps								
	Rec. fix/Pay float	69,100	69,100	-5,556	-5,556	69,100	69,100	-3,402	-3,402
	Pay fix/Rec. float	11,000	11,000	-69	-69	56,000	56,000	-1,254	-1,254
<b>Total</b>									

#### • Foreign currency-related instruments

(Yen in millions)

		As of March 31, 2011				As of June 30, 2011			
		Notional amount		Fair value	Unrealized gains/losses	Notional amount		Fair value	Unrealized gains/losses
			over 1 year				over 1 year		
Over-the-counter transactions	Foreign exchange forwards								
	Short (USD)	3,203	-	-70	-70	1,110	-	-2	-2
	Long (USD)	351	-	6	6	220	-	0	0
<b>Total</b>									

(Note) The fair value of foreign exchange forwards is based on the market price of futures.

**Reference : Tokio Marine & Nichido Life Insurance Co., Ltd. (non-consolidated)**

Solvency margin ratio

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
Total amount of solvency margin (A)	343,053	366,016
Total net assets	90,754	93,625
Price fluctuation reserve	3,611	3,713
Contingency reserve	24,759	24,874
General valuation allowance for bad debts	390	396
Net unrealized gains/losses on securities × 90% (× 100% if losses)	9,277	23,402
Net unrealized gains/losses on land × 85% (× 100% if losses)	-	-
Excess of continued Zillmerized reserve	137,855	141,201
Subordinated debt, etc.	-	-
Deductions	-	-
Other	76,403	78,802
Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	24,399	24,445
Insurance risk (R <sub>1</sub> )	12,447	12,485
Third sector insurance risk (R <sub>8</sub> )	3,012	3,054
Assumed interest risk (R <sub>2</sub> )	1,972	1,898
Asset management risk (R <sub>3</sub> )	16,030	16,094
Business administration risk (R <sub>4</sub> )	669	670
Minimum guarantee risk (R <sub>7</sub> )	-	-
Solvency margin ratio [(A) / {(B) × 1/2}] × 100 (C)	2,812.0%	2,994.5%

(Reference) Difference between real assets and liabilities (Real net assets)

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
An amount calculated based on the assets on balance sheet (1)	3,729,638	3,741,089
An amount calculated based on the liabilities on balance sheet (2)	3,390,783	3,328,727
Difference between real assets and liabilities A (1) - (2) = (3)	338,855	412,361
Unrealized gains/losses on securities held to maturity and earmarked for underwriting reserves (4)	1,769	51,204
Difference between real assets and liabilities B (3) - (4) = (5)	337,085	361,157

**【Pro-forma Solvency ratio】** by the new formula to be applied at the end of this fiscal year

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
Total amount of solvency margin (A)	339,761	362,725
Total net assets	90,754	93,625
Price fluctuation reserve	3,611	3,713
Contingency reserve	24,759	24,874
General valuation allowance for bad debts	390	396
Net unrealized gains/losses on securities × 90% (× 100% if losses)	9,277	23,402
Net unrealized gains/losses on land × 85% (× 100% if losses)	-	-
Excess of continued Zillmerized reserve	137,855	141,201
Subordinated debt, etc.	-	-
The amount in "Excess of continued Zillmerized reserve" or "Subordinated debt" that not being counted as margin	-	-
Deductions	-	-
Other	73,112	75,510
Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	39,768	39,924
Insurance risk (R <sub>1</sub> )	12,447	12,485
Third sector insurance risk (R <sub>8</sub> )	3,012	3,054
Assumed interest risk (R <sub>2</sub> )	7,295	7,033
Asset management risk (R <sub>3</sub> )	28,235	28,628
Business administration risk (R <sub>4</sub> )	1,019	1,024
Minimum guarantee risk (R <sub>7</sub> )	-	-
Solvency margin ratio [(A) / {(B) × 1/2}] × 100 (C)	1,708.7%	1,817.0%

(Note) The laws regarding the computation of Solvency ratio is amended and the formula for "Total amount of solvency margin" and "Total amount of risks" is partially changed to rigorous risk measurement.

The change will be applied at the end of this fiscal year. The figures above provide the pro-forma information as if the change was applied as of March 31 and June 30, 2011.

Reference : Tokio Marine & Nichido Financial Life Insurance Co., Ltd. (non-consolidated)

Balance sheet

(Yen in millions)

	As of March 31, 2011		As of June 30, 2011		Increase or decrease by comparison
	Amount	Composition ratio	Amount	Composition ratio	
(Assets)		%		%	
Cash and bank deposits	37,984	1.68	35,237	1.59	-2,747
Call loans	11,900	0.53	14,200	0.64	2,300
Securities	2,190,848	96.81	2,153,837	96.94	-37,010
Domestic government bonds	61,344		62,858		1,514
Foreign securities	11,979		12,180		200
Other (domestic)	2,117,524		2,078,798		-38,725
Loans	2,697	0.12	2,636	0.12	-60
Policy loans	2,697		2,636		-60
Tangible fixed assets	216	0.01	197	0.01	-19
Intangible fixed assets	2	0.00	2	0.00	-
Agency accounts receivable	0	0.00	1	0.00	0
Reinsurance accounts receivable	285	0.01	236	0.01	-49
Other assets	19,084	0.84	15,546	0.70	-3,537
Valuation allowance for bad debts	-0	-0.00	-0	-0.00	0
<b>Total assets</b>	<b>2,263,019</b>	<b>100.00</b>	<b>2,221,895</b>	<b>100.00</b>	<b>-41,124</b>
(Liabilities)					
Insurance liabilities	2,220,682	98.13	2,182,479	98.23	-38,202
Outstanding claims	2,623		3,050		427
Underwriting reserves	2,218,058		2,179,429		-38,629
Agency accounts payable	132	0.01	132	0.01	0
Reinsurance accounts payable	2,911	0.13	2,884	0.13	-27
Other liabilities	16,993	0.75	13,540	0.61	-3,452
Accrued income taxes	8		2		-6
Other liabilities	16,984		13,538		-3,446
Retirement benefit obligations	126	0.01	133	0.01	7
Reserve under the special law	42	0.00	44	0.00	2
Price fluctuation reserve	42		44		2
Deferred tax liabilities	131	0.01	144	0.01	12
<b>Total liabilities</b>	<b>2,241,019</b>	<b>99.03</b>	<b>2,199,359</b>	<b>98.99</b>	<b>-41,660</b>
(Net assets)					
Share capital	48,000	2.12	48,000	2.16	-
Capital surplus	33,000	1.46	33,000	1.49	-
Additional paid-in capital	33,000		33,000		-
Retained earnings	-59,231	-2.62	-58,718	-2.64	513
Other retained earnings	-59,231		-58,718		513
Retained earnings carried forward	-59,231		-58,718		513
Total shareholders' equity	21,768	0.96	22,281	1.00	513
Unrealized gains on securities, net of taxes	232	0.01	254	0.01	21
Total valuation and translation adjustments	232	0.01	254	0.01	21
<b>Total net assets</b>	<b>22,000</b>	<b>0.97</b>	<b>22,535</b>	<b>1.01</b>	<b>535</b>
<b>Total liabilities and net assets</b>	<b>2,263,019</b>	<b>100.00</b>	<b>2,221,895</b>	<b>100.00</b>	<b>-41,124</b>

Reference : Tokio Marine & Nichido Financial Life Insurance Co., Ltd. (non-consolidated)

Statement of income

(Yen in millions)

	For the three months ended June 30, 2010	For the three months ended June 30, 2011	Increase or decrease by comparison
	( April 1, 2010 to June 30, 2010 )	( April 1, 2011 to June 30, 2011 )	
	Amount	Amount	
Ordinary income	189,040	44,422	-144,617
Insurance premiums and other	49,667	5,231	-44,435
Insurance premiums	49,135	4,646	-44,489
Reinsurance premiums	531	585	53
Investment income	1,981	360	-1,621
( Interest and dividends )	( 77 )	( 73 )	( -3 )
( Gains on sales of securities )	( 38 )	( 45 )	( 6 )
( Gains on derivatives )	( 1,865 )	( 240 )	( -1,624 )
Other ordinary income	137,390	38,830	-98,560
( Reversal of underwriting reserves )	( 137,065 )	( 38,629 )	( -98,435 )
Ordinary expenses	191,926	43,902	-148,024
Insurance claims and other	37,723	29,537	-8,186
Insurance claims	3,917	4,630	713
Annuity payments	179	600	421
Benefits	1	1	0
Surrender benefits	14,603	12,733	-1,870
Other refunds	7,892	33	-7,859
Reinsurance premiums	11,128	11,537	408
Provision for underwriting reserves and other	629	427	-202
Provision for outstanding claims	629	427	-202
Investment expenses	150,055	12,066	-137,989
( Interest paid )	( 24 )	( 46 )	( 22 )
( Losses on separate account )	( 150,031 )	( 12,019 )	( -138,012 )
Operating expenses	3,191	1,761	-1,430
Other ordinary expenses	326	110	-216
Ordinary profit	-2,886	520	3,407
Extraordinary gains	0	-	-0
Extraordinary losses	54	5	-49
Income before income taxes	-2,941	515	3,456
Income taxes - current	2	2	-
Total income taxes	2	2	-
Net income/loss	-2,943	513	3,456

**Reference : Tokio Marine & Nichido Financial Life Insurance Co., Ltd. (non-consolidated)**

**Breakdown of ordinary profit (Core operating profit)**

(Yen in millions)

		For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )	For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )	Increase or decrease by comparison
Core operating profit	A	-5,211	-235	4,976
Capital gains		1,904	286	-1,617
Gains on sales of securities		38	45	6
Gains on derivatives		1,865	240	-1,624
Capital losses		0	-	-0
Foreign exchange losses		0	-	-0
Net capital gains/losses	B	1,904	286	-1,617
Core operating profit including net capital gains/losses	A + B	-3,307	51	3,358
Non-recurring income		420	469	48
Reversal of contingency reserves		420	469	48
Decrease in specific valuation allowance for bad debts		-	0	0
Non-recurring losses		-	-	-
Net non-recurring income/losses	C	420	469	48
Ordinary profit	A + B + C	-2,886	520	3,407

Reference : Tokio Marine & Nichido Financial Life Insurance Co., Ltd. (non-consolidated)

Number of policies and policy amount

• Policies in force

(Number in thousands, yen in 100 millions, %)

	As of March 31, 2011				As of June 30, 2011			
	Number		Amount		Number		Amount	
		YTY comparison		YTY comparison		YTY comparison		YTY comparison
Individual insurance	36	96.6	2,845	95.9	36	99.1	2,817	99.0
Individual annuities	475	101.8	24,900	100.1	473	99.5	24,717	99.3
Group insurance	-	-	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-	-	-

• New policies

(Number in thousands, yen in 100 millions, %)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )				For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )			
	Number		Amount		Number		Amount	
		YTY comparison		YTY comparison		YTY comparison		YTY comparison
Individual insurance	-	-	-	-	-	-	-	-
Individual annuities	9	80.3	476	83.3	0	6.0	32	6.9
Group insurance	-	-	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-	-	-

Annualized premiums

• Policies in force

(Yen in 100 millions, %)

	As of March 31, 2011		As of June 30, 2011	
		YTY comparison		YTY comparison
Individual insurance	38	95.0	38	98.7
Individual annuities	2,608	100.7	2,595	99.5
Total	2,647	100.6	2,633	99.5
Medical coverage and accelerated death benefits	0	94.1	0	98.5

• New policies

(Yen in 100 millions, %)

	For the three months ended June 30, 2010 ( April 1, 2010 to June 30, 2010 )		For the three months ended June 30, 2011 ( April 1, 2011 to June 30, 2011 )	
	YTY comparison		YTY comparison	
Individual insurance	-	-	-	-
Individual annuities	47	83.4	6	13.7
Total	47	83.4	6	13.7
Medical coverage and accelerated death benefits	-	-	-	-

Reference : Tokio Marine & Nichido Financial Life Insurance Co., Ltd. (non-consolidated)

Solvency margin ratio

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
Total amount of solvency margin (A)	79,547	77,955
Total net assets	21,768	22,281
Price fluctuation reserve	42	44
Contingency reserve	19,791	19,322
General valuation allowance for bad debts	0	0
Net unrealized gains/losses on securities × 90% (× 100% if losses)	327	358
Net unrealized gains/losses on land × 85% (× 100% if losses)	-	-
Excess of continued Zillmerized reserve	29,617	27,948
Subordinated debt, etc.	8,000	8,000
Deductions	-	-
Other	-	-
Total amount of risks (B)	13,701	14,020
$\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$		
Insurance risk (R <sub>1</sub> )	129	128
Third sector insurance risk (R <sub>8</sub> )	45	45
Assumed interest risk (R <sub>2</sub> )	2	2
Asset management risk (R <sub>3</sub> )	6,056	6,433
Business administration risk (R <sub>4</sub> )	404	413
Minimum guarantee risk (R <sub>7</sub> )	7,237	7,169
Solvency margin ratio (C)	1,161.1%	1,112.0%
$[(A) / \{(B) \times 1/2\}] \times 100$		

【Pro-forma Solvency ratio】 by the new formula to be applied at the end of this fiscal year

(Yen in millions)

	As of March 31, 2011	As of June 30, 2011
Total amount of solvency margin (A)	79,547	77,955
Total net assets	21,768	22,281
Price fluctuation reserve	42	44
Contingency reserve	19,791	19,322
General valuation allowance for bad debts	0	0
Net unrealized gains/losses on securities × 90% (× 100% if losses)	327	358
Net unrealized gains/losses on land × 85% (× 100% if losses)	-	-
Excess of continued Zillmerized reserve	29,617	27,948
Subordinated debt, etc.	8,000	8,000
The amount in "Excess of continued Zillmerized reserve" or "Subordinated debt" that not being counted as margin	-	-
Deductions	-	-
Other	-	-
Total amount of risks (B)	14,104	14,358
$\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$		
Insurance risk (R <sub>1</sub> )	129	128
Third sector insurance risk (R <sub>8</sub> )	45	45
Assumed interest risk (R <sub>2</sub> )	3	3
Asset management risk (R <sub>3</sub> )	6,583	6,985
Business administration risk (R <sub>4</sub> )	415	423
Minimum guarantee risk (R <sub>7</sub> )	7,100	6,945
Solvency margin ratio (C)	1,127.9%	1,085.8%
$[(A) / \{(B) \times 1/2\}] \times 100$		

(Note) The laws regarding the computation of Solvency ratio is amended and the formula for "Total amount of solvency margin" and "Total amount of risks" is partially changed to rigorous risk measurement.

The change will be applied at the end of this fiscal year. The figures above provide the pro-forma information as if the change was applied as of March 31 and June 30, 2011.

## Glossary of terminology

- Loss ratio

Loss ratio =  $(\text{Net claims paid} + \text{Loss adjustment expenses}) \div \text{Net premiums written} \times 100$

- Expense ratio

Expense ratio =  $(\text{Agency commissions and brokerage} + \text{Operating and general administrative expenses relating to underwriting}) \div \text{Net premiums written} \times 100$

- Underwriting profit

Underwriting profit = Underwriting income - (Underwriting expenses + General administrative expenses relating to underwriting) ± other miscellaneous income and expenses

Other miscellaneous income and expenses mainly consist of the amount of income taxes relating to compulsory automobile liability insurance.

- Policies in force

- Individual insurance and group insurance

Total amount of death benefits under policies in force at the end of period

- Individual annuities

Individual annuities for which payments have not yet commenced: Amount of funds for annuity payments that is expected to have accrued at the date of the commencement of annuity payments.

Individual annuities for which payments have already commenced: Amount of underwriting reserves.

- Group annuities

Amount of underwriting reserves

- New policies

- Individual insurance and group insurance

Total amount of death benefits under new policies issued in the period

- Individual annuities

Amount of funds for annuity payments that is expected to have accrued at the date of the commencement of annuity payments or amount of coverage at the inception of new policies issued in the period

- Group annuities

The first installment of premium payments

- Annualized premiums

Annualized premiums are the aggregate amount of premiums divided by the duration of insurance policies to show the amount of premiums per year.

- Medical coverage and accelerated death benefits

Medical coverage and accelerated death benefits include coverage for medical expense (hospitalization and operation), accelerated death benefits (specific diseases and nursing care) and exemption of obligation to pay insurance premiums (excluding those caused by disability but including those caused by specific diseases and nursing care).

- Solvency margin ratio

- In addition to reserves to cover claims payments and payments for maturity-refunds of saving type insurance policies, etc., it is necessary for insurance companies to maintain sufficient solvency in order to cover against risks which may exceed their usual estimates, i.e. the occurrence of major disasters, a significant decline in value of assets held by insurance companies, etc.
- The 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 amount of solvency margin : (A)) to "risks which will exceed their usual estimates" (total amount of risks: (B)).
- "Risks which will exceed their usual estimates" (total amount of risks; (B)) is composed of risks described below.
  - ① (General) insurance risk, third sector insurance risk: Risks of insurance claims in excess of normal expectations occurring. (excluding risks relating to major disasters)
  - ② Assumed interest risk: Risks of invested assets failing to yield assumed interest rates due to the aggravation of investment conditions than expected.
  - ③ Asset management risk: Risks of retained securities and other assets fluctuating in prices in excess of expectations.
  - ④ Business administration risk: Risks beyond normal expectations arising from business management that does not fall under other categories.
  - ⑤ Catastrophe risk: Risks of the occurrence of major catastrophic losses in excess of normal expectations occurring. (risks such as the Great Kanto Earthquake or Isewan typhoon)
  - ⑥ Minimum guarantee risk: Risks related to the minimum guarantee for benefits of insurance contracts which are managed as a separate account.
- "Solvency margin of insurance companies by means of their capital, reserves, etc." (Total amount of solvency margin:(A)) is total amount of net assets (excluding planned outflows), certain reserves (price fluctuation reserve, contingency reserves and catastrophe loss reserves, etc.) and parts of net unrealized gains on real estate.
- The solvency margin ratio is one of the indicators used for the regulatory authorities to supervise insurance companies. A ratio exceeding 200% indicates adequate ability to meet payments of insurance claims.

- Difference between real assets and liabilities (Real net assets)

"Real net assets" is one of the indicators used for administrative regulation, which shows the financial soundness of life insurance companies.

"Real net assets (A)" is the amount of total real assets, including unrealized gains and losses of securities and real estate, minus the amount of total real liabilities, excluding capital like liabilities, such as "price fluctuation reserve" and "contingency reserve".

"Real net assets (B)" is the amount of "real net assets (A)" minus the amount of unrealized gains and losses on "securities held to maturity" and "securities earmarked for underwriting reserve".