

February 13, 2009

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## Financial Results for the Nine Months Ended December 31, 2008

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The Dai-ichi Mutual Life Insurance Company (the "Company" or the "Parent Company"; President: Katsutoshi Saito) announces its financial results for the nine months ended December 31, 2008.

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## 1. Business Highlights

### (1) Sum Insured of Policies in Force and New Policies

#### Policies in Force

	As of December 31, 2008		As of March 31, 2008	
	Number of Policies (thousands)	Amount (billions of yen)	Number of Policies (thousands)	Amount (billions of yen)
Individual insurance	11,115	161,325	11,221	167,436
Individual annuities	1,202	6,988	1,201	7,025
Individual insurance and annuities	12,317	168,313	12,423	174,462
Group insurance	-	54,822	-	54,461
Group annuities	-	6,231	-	6,436

Note: 1. Policy amount in force of individual annuities is equal to (a) the funds to be held at the time annuity payments are to commence for an annuity for which payment has not yet commenced, and (b) the amount of policy reserve for an annuity for which payments have commenced.

2. Policy amount in force of group annuities is equal to the amount of outstanding corresponding policy reserve.

#### New Policies

	Number of Policies (thousands)	Amount (billions of yen)	Amount		
			New Business	Net increase by conversion	
Nine months ended December 31, 2008					
Individual insurance	789	5,231	5,318	(87)	
Individual annuities	27	188	196	(7)	
Individual insurance and annuities	816	5,420	5,515	(95)	
Group insurance	-	714	714		
Group annuities	-	0	0		

Note: 1. Number of new policies is the sum of new business and policies after conversion.

2. Amount of new policies for individual annuities, both new business and net increase by conversion, is equal to the funds to be held at the time annuity payments are to commence.

3. Amount of new policies for group annuities is equal to the initial premium payment.

#### (Reference) Surrender and lapse in individual insurance and individual annuities

(billions of yen except percentages)

	Nine months ended December 31, 2008
Amount of surrender and lapse	7,578
Surrender and lapse rate (%)	4.34

Note: 1. The amount of lapses is not offset by the amount of lapses which are reinstated.

2. The table above excludes cases where the sum insured is decreased or riders are surrendered for in-force contracts.

## (2) Annualized Net Premium

Policies in Force		(billions of yen)
	As of December 31, 2008	As of March 31, 2008
Individual insurance	1,787	1,823
Individual annuities	284	277
Total	2,072	2,101
Medical and survival benefits	492	488

New Policies		(billions of yen)
	Nine months ended December 31, 2008	
Individual insurance	81	
Individual annuities	9	
Total	91	
Medical and survival benefits	30	

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

## 2. Investment of General Account Assets

### (1) Asset Composition (General Account)

(millions of yen)

	As of December 31, 2008		As of March 31, 2008	
	Carrying value	%	Carrying value	%
Cash, deposits, and call loans	422,595	1.5	338,541	1.1
Securities repurchased under resale agreements	-	-	-	-
Deposit paid for securities borrowing transactions	-	-	47,273	0.2
Monetary claims bought	331,186	1.1	316,767	1.0
Trading account securities	112,915	0.4	46,663	0.2
Money held in trust	14,373	0.0	25,223	0.1
Securities	21,313,990	73.4	22,919,828	75.5
Domestic bonds	11,615,628	40.0	12,186,760	40.1
Domestic stocks	3,278,792	11.3	4,508,764	14.9
Foreign securities	6,203,395	21.4	5,925,778	19.5
Foreign bonds	4,741,345	16.3	4,540,667	15.0
Foreign stocks and other securities	1,462,049	5.0	1,385,111	4.6
Other securities	216,174	0.7	298,525	1.0
Loans	4,362,348	15.0	4,647,199	15.3
Policy loans	619,851	2.1	629,534	2.1
Ordinary loans	3,742,497	12.9	4,017,665	13.2
Real estate	1,229,689	4.2	1,233,982	4.1
Real estate for rent	776,627	2.7	780,267	2.6
Deferred tax assets	552,855	1.9	162,392	0.5
Others	717,833	2.5	636,254	2.1
Reserve for possible loan losses	(9,245)	(0.0)	(12,321)	(0.0)
Total	29,048,542	100.0	30,361,805	100.0
Foreign currency-denominated assets	4,951,547	17.0	4,940,802	16.3

Note: 'Real estate' represents total amount of land, buildings and construction in progress.

## (2) Fair Value Information on Securities (General Account) (securities with fair value except for trading securities)

(millions of yen)

	Book value	Fair value	Gains (losses)		
				Gains	Losses
As of December 31, 2008					
Bonds held to maturity	169,706	175,552	5,846	6,424	578
Domestic bonds	123,557	124,684	1,127	1,705	578
Foreign bonds	46,148	50,867	4,719	4,719	-
Policy-reserve-matching bonds	5,160,156	5,589,129	428,972	428,972	-
Domestic bonds	5,160,156	5,589,129	428,972	428,972	-
Stocks of subsidiaries and affiliates	15,644	15,644	-	-	-
Securities available for sale	14,375,621	14,590,250	214,629	864,193	649,563
Domestic bonds	6,073,417	6,331,914	258,496	276,778	18,281
Domestic stocks	2,854,769	2,941,970	87,201	443,458	356,257
Foreign securities	5,220,493	5,103,796	(116,697)	142,376	259,073
Foreign bonds	4,714,079	4,695,196	(18,882)	137,899	156,782
Foreign stocks and other securities	506,414	408,599	(97,814)	4,476	102,291
Other securities	116,979	102,608	(14,371)	1,579	15,951
Monetary claims bought	74,961	74,961	-	-	-
Certificates of deposit	35,000	35,000	-	-	-
Others	-	-	-	-	-
<b>Total</b>	<b>19,721,129</b>	<b>20,370,577</b>	<b>649,448</b>	<b>1,299,590</b>	<b>650,142</b>
Domestic bonds	11,357,132	12,045,728	688,596	707,456	18,860
Domestic stocks	2,854,769	2,941,970	87,201	443,458	356,257
Foreign securities	5,282,286	5,170,308	(111,978)	147,095	259,073
Foreign bonds	4,760,227	4,746,064	(14,163)	142,618	156,782
Foreign stocks and other securities	522,059	424,244	(97,814)	4,476	102,291
Other securities	116,979	102,608	(14,371)	1,579	15,951
Monetary claims bought	74,961	74,961	-	-	-
Certificates of deposit	35,000	35,000	-	-	-
Others	-	-	-	-	-
As of March 31, 2008					
Bonds held to maturity	174,034	176,400	2,365	4,011	1,645
Domestic bonds	123,140	123,084	(56)	1,589	1,645
Foreign bonds	50,894	53,316	2,421	2,421	-
Policy-reserve-matching bonds	4,927,142	5,078,369	151,227	155,763	4,535
Domestic bonds	4,927,142	5,078,369	151,227	155,763	4,535
Stocks of subsidiaries and affiliates	-	-	-	-	-
Securities available for sale	15,323,877	16,821,851	1,497,973	1,854,028	356,054
Domestic bonds	6,910,185	7,136,478	226,292	235,085	8,792
Domestic stocks	2,988,492	4,276,199	1,287,706	1,408,762	121,056
Foreign securities	5,135,282	5,129,440	(5,842)	204,446	210,288
Foreign bonds	4,498,342	4,489,772	(8,570)	133,324	141,894
Foreign stocks and other securities	636,939	639,668	2,728	71,122	68,394
Other securities	204,933	194,749	(10,183)	5,733	15,916
Monetary claims bought	44,983	44,983	-	-	-
Certificates of deposit	40,000	40,000	-	-	-
Others	-	-	-	-	-
<b>Total</b>	<b>20,425,054</b>	<b>22,076,621</b>	<b>1,651,566</b>	<b>2,013,802</b>	<b>362,236</b>
Domestic bonds	11,960,467	12,337,931	377,464	392,438	14,973
Domestic stocks	2,988,492	4,276,199	1,287,706	1,408,762	121,056
Foreign securities	5,186,177	5,182,757	(3,420)	206,868	210,288
Foreign bonds	4,549,237	4,543,089	(6,148)	135,745	141,894
Foreign stocks and other securities	636,939	639,668	2,728	71,122	68,394
Other securities	204,933	194,749	(10,183)	5,733	15,916
Monetary claims bought	44,983	44,983	-	-	-
Certificates of deposit	40,000	40,000	-	-	-
Others	-	-	-	-	-

Note: 1. The table above includes assets, such as certificates of deposit, which are considered appropriate to handle as securities, as defined in the Financial Instruments and Exchange Law.

2. Money held in trust classified as other than trading securities, in which bank deposits are held, is excluded from the table above. Book value, equivalent of fair value, of the trust as of December 31, 2008 and as of March 31, 2008 amounted to 1,404 million yen and 1,543 million yen, respectively.

\* Carrying values of securities without fair value are as follows:

(millions of yen)

	As of December 31, 2008	As of March 31, 2008
Bonds held to maturity	-	-
Unlisted foreign bonds	-	-
Others	-	-
Policy-reserve-matching bonds	-	-
Stocks of subsidiaries and affiliates	192,279	82,634
Unlisted domestic stocks (except over-the-counter stocks)	171,325	66,325
Unlisted foreign stocks (except over-the-counter stocks)	11,137	6,879
Others	9,816	9,429
Other securities	1,552,145	1,271,109
Unlisted domestic stocks (except over-the-counter stocks)	165,495	166,239
Unlisted foreign stocks (except over-the-counter stocks)	1,019,345	731,095
Unlisted foreign bonds	0	0
Others	367,303	373,775
<b>Total</b>	<b>1,744,424</b>	<b>1,353,744</b>

Note: The table above includes assets, such as certificates of deposit, which are considered appropriate to handle as securities, as defined in the Financial Instruments and Exchange Law.

(3) Fair Value Information on Money Held in Trust (General Account)

(millions of yen)

	Carrying value on the balance sheet	Fair value	Gains (losses)		
				Gains	Losses
As of December 31, 2008	14,373	14,373	(742)	6,213	6,956
As of March 31, 2008	25,223	25,223	(6,117)	2,045	8,162

Note: Fair value in the table above is based on the valuation conducted by the fiduciary on a reasonable basis.  
'Gains (losses)' include gains (losses) from derivative transactions within the trusts.

\* Information on money held in trust for investment purpose is as follows:

(millions of yen)

	As of December 31, 2008		As of March 31, 2008	
	Carrying value on the balance sheet	Valuation gains (losses) included in the statement of earnings	Carrying value on the balance sheet	Valuation gains (losses) included in the statement of earnings
Money Held in Trust for investment purpose	12,968	(742)	23,680	(6,117)

Note: 'Valuation gains (losses) included in the statement of earnings' include reversal gains (losses) at the beginning of the period.

\* Information on money held in trust classified as held-to-maturity, policy-reserve-matching, and available-for-sale are as follows:

(millions of yen)

	As of December 31, 2008				
	Book Value	Fair Value	Gains (Losses)		
				Gains	Losses
Trust held to maturity	-	-	-	-	-
Trust matched with policy reserve	-	-	-	-	-
Trust available for sale	1,404	1,404	-	-	-

  

	As of March 31, 2008				
	Book Value	Fair Value	Gains (Losses)		
				Gains	Losses
Trust held to maturity	-	-	-	-	-
Trust matched with policy reserve	-	-	-	-	-
Trust available for sale	1,543	1,543	-	-	-

Note: Trust in which bank deposits are held is reported as 'Trust available for sale'.

### 3. Unaudited Non-Consolidated Balance Sheets

	(millions of yen)	
	As of December 31,2008 Amount	As of March 31,2008 ( Summarized ) Amount
<b>(ASSETS )</b>		
Cash and deposits	154,396	177,816
Call loans	336,100	206,300
Deposit paid for securities borrowing transactions	-	47,273
Monetary claims bought	331,186	316,767
Trading account securities	112,915	46,663
Money held in trust	14,373	25,223
Securities	22,440,285	24,317,141
[Government bonds ]	[9,068,119]	[9,260,744]
[Local government bonds ]	[372,083]	[452,300]
[Corporate bonds ]	[2,520,665]	[2,831,143]
[Stocks ]	[3,606,589]	[4,939,522]
[Foreign securities ]	[6,508,108]	[6,327,686]
Loans	4,362,348	4,647,199
Policy loans	619,851	629,534
Ordinary loans	3,742,497	4,017,665
Tangible fixed assets	1,234,613	1,238,793
Intangible fixed assets	106,979	102,665
Reinsurance receivables	58	123
Other assets	594,472	542,986
Deferred tax assets	552,855	162,392
Customers' liabilities for acceptances and guarantees	20,146	18,835
Reserve for possible loan losses	(9,425)	(12,321)
Reserve for possible investment losses	-	(3,955)
<b>Total assets</b>	<b>30,251,486</b>	<b>31,833,906</b>

	(millions of yen)	
	As of December 31,2008 Amount	As of March 31,2008 ( Summarized ) Amount
<b>(LIABILITIES )</b>		
Policy reserves and others	27,685,896	28,254,963
[Reserves for outstanding claims ]	[153,810]	[156,692]
[Policy reserves ]	[27,161,559]	[27,744,733]
[Reserve for policyholder dividends ]	[370,526]	[353,538]
Reinsurance payables	614	546
Subordinated bonds	45,502	50,080
Other liabilities	993,559	1,093,365
[Corporate income tax payable ]	[ - ]	[57,678]
[Lease liabilities ]	[190]	[ - ]
[Other liabilities ]	[993,369]	[1,035,687]
Reserve for employees' retirement benefits	496,603	480,475
Reserve for retirement benefits of directors,executive officers and corporate auditors	843	1,138
Reserve for possible reimbursement of prescribed claims	814	1,000
Reserve for price fluctuations	101,453	221,453
Deferred tax liabilities for land revaluation	125,578	126,001
Acceptances and guarantees	20,146	18,835
<b>Total liabilities</b>	<b>29,471,013</b>	<b>30,247,859</b>
<b>(NET ASSETS )</b>		
Foundation funds	120,000	120,000
Accumulated redeemed foundation funds	300,000	300,000
Revaluation reserve	248	248
Surplus	285,234	269,913
[Reserve for future losses ]	[5,400]	[5,100]
[Other surplus ]	[279,834]	[264,813]
[Reserve for redemption of foundation funds ]	[81,300]	[42,600]
[Reserve for risk allowance ]	[43,139]	[43,139]
[Fund for price fluctuation allowance ]	[30,000]	[20,000]
[Reserve for tax basis adjustments of real estate ]	[15,961]	[15,635]
[Other reserves ]	[1,677]	[120]
[Unappropriated net surplus for the period ]	[107,755]	[143,318]
Total of foundation funds and surplus	705,482	690,162
Net unrealized gains on securities, net of tax	137,186	957,385
Deferred hedge gains/losses	26	-
Reserve for land revaluation	(62,222)	(61,500)
Total of valuation and translation adjustments	74,990	895,884
<b>Total net assets</b>	<b>780,473</b>	<b>1,586,046</b>
<b>Total liabilities and net assets</b>	<b>30,251,486</b>	<b>31,833,906</b>



## Notes to the Unaudited Non-Consolidated Balance Sheets

### 1. Lease Transactions

Financial leases, other than those whose ownership transfers to the lessees, have previously been accounted for in the same manner applicable to ordinary operating leases, except small transactions. However, effective the three months ended June 30, 2008, they are accounted for in the same manner applicable to purchases and reported as leased assets by adopting the “Accounting Standard for Lease Transactions” issued on March 30, 2007 by the Accounting Standards Board of Japan (ASBJ) and the “Implementation Guidance on the Accounting Standard for Lease Transactions” issued on March 30, 2007 by the ASBJ.

Depreciation for leased assets is computed over the lease term assuming zero salvage value.

Financial leases, other than those whose ownership transfers to the lessees and which commenced before April 1, 2008, are accounted for in the same manner applicable to ordinary operating leases.

As a result, leased assets increased by ¥190 million in tangible fixed assets and lease liabilities increased by ¥190 million in other liabilities. This change did not have any impact on net surplus from operations and net surplus for the period.

### 2. Fixed Asset Taxes and City Planning Taxes

Until the fiscal year ended March 31, 2008, the total amount of fixed asset taxes and city planning taxes relating to real estate for business use and movable assets was recognized as expenses on the date the charges were confirmed. In order to represent profits and losses more appropriately, and taking into account quarterly disclosure starting from the fiscal year ending March 31, 2009, effective the three months ended June 30, 2008 the Company recognizes the amount correspondent with the nine months ended December 31, 2008. As a result, other ordinary expenses decreased by ¥839 million and net surplus from operations and net surplus before adjustment for taxes, etc. each increased by ¥839 million.

### 3. Policy-reserve-matching Bonds

The Company classifies yen-denominated bonds that are held to match the duration of individual life insurance, annuities, financial insurance, financial annuities, and employee-funded corporate pension contracts, with the exception of some insurance types, as policy-reserve-matching bonds in accordance with the Industry Audit Committee Report No. 21 “Temporary Treatment of Accounting and Auditing Concerning Policy-reserve-matching Bonds in the Insurance Industry” issued by the Japanese Institute of Certified Public Accountants (JICPA).

The total of policy-reserve-matching bonds as of December 31, 2008 amounted to ¥5,160,156 million. The market value of these bonds as of December 31, 2008 was ¥5,589,129 million.

The Company previously classified policy-reserve-matching bonds by durations of individual life insurance and annuities. However, effective the three months ended December 31, 2008, the Company integrated the sub-groups into a single group to control the duration of individual life insurance and annuities in aggregate and to promote more sophisticated ALM. This change did not have any impact on profits and losses of the Company.

### 4. Reserve for Possible Loan Losses

For loans and claims other than loans to and claims on “bankrupt obligors”, “substantially bankrupt obligors” and obligors that have not yet suffered business failure but are considered highly likely to fail, reserve for possible loan losses is calculated by using the rate of losses from bad debts as of September 30, 2008, as the Company recognizes no material changes in the rate during the three months ended December 31, 2008.

## 5. Depreciation of Tangible Fixed Assets

Depreciation of tangible fixed assets is computed by proportionally allocating the estimated depreciation for the fiscal year. Accumulated depreciation of tangible fixed assets was ¥620,078 million.

## 6. Securities Lending

Securities lent under lending agreements are included in the non-consolidated balance sheet. The total balance of securities lent was ¥555,243 million.

## 7. Changes in Reserve for Policyholder Dividends

Changes in reserve for policyholder dividends were as follows:

	(millions of yen)
Balance at the end of previous fiscal year	¥ 353,538
Transfer from surplus in previous fiscal year	89,227
Dividends paid during the nine months ended December 31, 2008	(80,490)
Interest accrual during the nine months ended December 31, 2008	<u>8,250</u>
Balance as of December 31, 2008	<u>¥ 370,526</u>

## 8. Assets Pledged as Collateral / Secured Liabilities

The amounts of securities and cash/deposits pledged as collateral were ¥581,734 million and ¥86 million, respectively. Secured liabilities totaled ¥566,679 million. Among the amounts above, securities and cash collateral for securities lending transactions were ¥555,243 million and ¥566,649 million, respectively.

## 9. Policy Reserves

For whole life insurance contracts acquired on or before March 31, 1996 and for which premium payments were already completed (including lump-sum payment), additional policy reserves have been provided since the fiscal year ended March 31, 2008 in accordance with Article 69, Paragraph 5 of the Enforcement Regulation of the Insurance Business Law and will be provided evenly over the five years from the fiscal year ended March 31, 2008. As a result, the amount of additional policy reserves provided for the nine months ended December 31, 2008 was ¥111,012 million.

#### 4. Unaudited Non-Consolidated Statement of Earnings

(millions of yen)

	Nine months ended December 31, 2008
	Amount
<b>ORDINARY REVENUES</b>	3,874,452
Premium and other income	2,173,116
[Premium income]	[ 2,172,701 ]
Investment income	919,527
[Interest and dividends]	[ 546,858 ]
[Gains on trading account securities]	[ 1,208 ]
[Gains on sale of securities]	[ 299,527 ]
[Derivative transaction gains]	[ 62,654 ]
Other ordinary revenues	781,809
[Transfer from reserves for outstanding claims]	[ 2,881 ]
[Transfer from policy reserves]	[ 583,173 ]
<b>ORDINARY EXPENSES</b>	3,816,239
Benefits and claims	1,909,859
[Claims]	[ 640,581 ]
[Annuities]	[ 275,898 ]
[Benefits]	[ 366,456 ]
[Surrender values]	[ 492,931 ]
[Other refunds]	[ 133,135 ]
Provision for policy reserves and others	8,250
Provision for interest on policyholder dividends	8,250
Investment expenses	1,259,678
[Interest expenses]	[ 7,423 ]
[Losses on money held in trust]	[ 5,676 ]
[Losses on sale of securities]	[ 387,653 ]
[Losses on valuation of securities]	[ 484,498 ]
[Losses on investment in separate accounts]	[ 260,865 ]
Operating expenses	320,783
Other ordinary expenses	317,667
<b>NET SURPLUS FROM OPERATIONS</b>	58,213
<b>EXTRAORDINARY GAINS</b>	124,097
Gains on disposal of fixed assets	847
Reversal of reserve for possible loan losses	3,084
Gains on collection of loans and claims written off	165
Reversal of reserve for price fluctuations	120,000
<b>EXTRAORDINARY LOSSES</b>	3,554
Losses on disposal of fixed assets	1,367
Impairment losses on fixed assets	1,308
Other extraordinary losses	878
Net surplus before adjustment for taxes, etc.	178,756
Corporate income taxes-current	527
Corporate income tax-deferred	72,073
Net surplus for the period	106,154

## 5. Breakdown of Net Surplus from Operations (Fundamental Profit)

(millions of yen)

		Nine months ended December 31, 2008
Fundamental revenues		3,128,960
	Premium and other income	2,173,116
	Investment income	556,136
	[Interest and dividends]	[ 546,858 ]
	Other ordinary revenues	399,707
Fundamental expense		2,858,052
	Benefits and claims	1,909,859
	Provision for policy reserves and others	8,250
	Investment expenses	301,491
	Operating expenses	320,783
	Other ordinary expenses	317,667
Fundamental profit		A 270,907
Capital gains		363,390
	Gains on money held in trust	-
	Gains on investments in trading securities	-
	Gains on sale of securities	299,527
	Derivative transaction gains	62,654
	Foreign exchange gains	-
	Gains on trading account securities	1,208
	Others	-
Capital losses		957,514
	Losses on money held in trust	5,676
	Losses on investments in trading securities	-
	Losses on sale of securities	387,653
	Losses on valuation of securities	484,498
	Derivative transaction losses	-
	Foreign exchange losses	79,685
	Losses on trading account securities	-
	Others	-
Net capital gains		B (594,123)
Fundamental profit plus net capital gains		A + B (323,215)
Other one-time gains		493,114
	Reinsurance income	-
	Reversal of contingency reserve	493,114
	Others	-
Other one-time losses		111,684
	Ceding reinsurance commissions	-
	Provision for contingency reserve	-
	Provision for specific reserve for possible loan losses	-
	Provision for specific reserve for loans to refinancing countries	-
	Write-down of loans	672
	Others	111,012
Other one-time profits		C 381,429
Net surplus from operations		A + B + C 58,213

Note 'Others' in other one-time losses represents additional policy reserves provided in accordance with Articles 69, Paragraph 5 of the Enforcement Regulations of the Insurance Business Law (111,012 million yen).

## 6. Solvency Margin Ratio

(millions of yen)

	As of December 31, 2008	As of March 31, 2008
Total solvency margin (A)	2,882,301	4,588,750
Foundation funds and surplus <sup>*1</sup>	634,988	596,170
Reserve for price fluctuations	101,453	221,453
Contingency reserve	493,998	987,112
General reserve for possible loan losses	6,077	5,543
Net unrealized gains on securities (before tax) x 90% <sup>*2</sup>	193,160	1,348,016
Net unrealized gains (losses) on real estate x 85% <sup>*2</sup>	175,396	172,897
Policy reserves in excess of surrender values	1,145,815	1,015,148
Qualifying subordinated debt	169,502	180,080
Excluded items	(158,381)	(52,681)
Others	120,290	115,009
Total Risk $\sqrt{(R_1 + R_8)^2} + (R_2 + R_3 + R_7)^2 + R_4$ (B)	762,162	908,044
Insurance risk $R_1$	107,034	110,780
3rd sector insurance risk $R_8$	145,781	141,589
Assumed investment yield risk $R_2$	138,136	144,732
Investment risk $R_3$	553,895	698,666
Business risk $R_4$	19,032	22,033
Guaranteed minimum benefit risk $R_7$ <sup>*3</sup>	6,772	5,909
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	756.3%	1,010.6%

\*1: Expected disbursements from net assets outside the Company and valuation and translation adjustments are excluded.

\*2: Multiplied by 100% if losses.

\*3: Calculated by standard method.

Note: The figures as of March 31, 2008 are calculated based on Articles 86 and 87 of the Enforcement Regulations of Insurance Business Law, and Announcement No. 50, Ministry of Finance, 1996. The figures as of December 31, 2008 are calculated by using the method which is deemed appropriate taking the regulations and announcement above into account.

## 7. Status of Separate Accounts

### (1) Separate Account Assets by Product

(millions of yen)

	As of December 31, 2008	As of March 31, 2008
Individual variable insurance	45,078	58,424
Individual variable annuities	165,843	229,768
Group annuities	1,012,373	1,212,817
Separate account total	1,223,296	1,501,010

### (2) Policies in Force for Individual Variable Insurance and Individual Variable Annuities

#### A. Individual Variable Insurance

(millions of yen except number of policies)

	As of December 31, 2008		As of March 31, 2008	
	Number of policies	Amount	Number of policies	Amount
Variable insurance (term life)	252	1,222	267	1,291
Variable insurance (whole life)	49,003	306,529	49,609	311,037
Total	49,255	307,751	49,876	312,329

Note: Policies in force include term life riders.

#### B. Individual Variable Annuities

(millions of yen except number of policies)

	As of December 31, 2008		As of March 31, 2008	
	Number of policies	Amount	Number of policies	Amount
Total	50,522	155,272	53,367	217,052

## 8. Consolidated Financial Summary

### (1) Selected Financial Data and Other Information

(millions of yen)

	Nine months ended December 31, 2008
Ordinary revenues	3,893,270
Net surplus from operations	9,631
Net surplus	59,919

	As of December 31, 2008	As of March 31, 2008
Total assets	30,594,772	31,941,710

### (2) Scope of Consolidation and Application of Equity Method

	Nine months ended December 31, 2008
Number of consolidated subsidiaries	3
Number of non-consolidated subsidiaries accounted for under the equity method	0
Number of affiliates accounted for under the equity method	31

For information regarding changes in subsidiaries and affiliates, please refer to "Notes to the Unaudited Consolidated Financial Statements."

### (3) Unaudited Consolidated Balance Sheets

(millions of yen)

	As of	As of March 31, 2008
	December 31, 2008	(summarized)
	Amount	Amount
<b>(ASSETS)</b>		
Cash and deposits	187,810	208,107
Call loans	373,710	226,860
Deposit paid for securities borrowing transactions	-	47,273
Monetary claims bought	331,186	316,767
Trading account securities	112,915	46,663
Money held in trust	30,097	25,223
Securities	22,691,411	24,368,043
Loans	4,362,747	4,647,912
Tangible fixed assets	1,234,987	1,239,249
Intangible fixed assets	106,397	102,029
Reinsurance receivables	119	123
Other assets	598,248	546,964
Deferred tax assets	554,239	163,962
Customers' liabilities for acceptances and guarantees	20,146	18,835
Reserve for possible loan losses	(9,245)	(12,351)
Reserve for possible investment losses	-	(3,955)
<b>Total assets</b>	<b>30,594,772</b>	<b>31,941,710</b>
<b>(LIABILITIES)</b>		
Policy reserves and others	28,059,454	28,350,278
Reserves for outstanding claims	154,161	156,722
Policy reserves	27,534,766	27,840,017
Reserve for policyholder dividends	370,526	353,538
Reinsurance payables	614	546
Subordinated bonds	45,502	50,080
Other liabilities	1,001,438	1,103,766
Reserve for employees' retirement benefits	498,524	482,321
Reserve for retirement benefits of directors, executive officers and corporate auditors	864	1,200
Reserve for possible reimbursement of prescribed claims	814	1,000
Reserve for price fluctuations	101,471	221,458
Deferred tax liabilities	320	204
Deferred tax liabilities for land revaluation	125,578	126,001
Acceptances and guarantees	20,146	18,835
<b>Total liabilities</b>	<b>29,854,730</b>	<b>30,355,694</b>
<b>( NET ASSETS )</b>		
Foundation funds	120,000	120,000
Accumulated redeemed foundation funds	300,000	300,000
Revaluation reserve	248	248
Consolidated surplus	238,818	269,339
Total of foundation funds and surplus	659,067	689,587
Net unrealized gains on securities, net of tax	137,583	957,565
Deferred hedge gains (losses)	26	-
Reserve for land revaluation	(62,222)	(61,500)
Foreign currency translation adjustments	(675)	(553)
Total of valuation and translation adjustments	74,711	895,510
Minority interests	6,263	917
<b>Total net assets</b>	<b>740,042</b>	<b>1,586,016</b>
<b>Total liabilities and net assets</b>	<b>30,594,772</b>	<b>31,941,710</b>



## (4) Unaudited Consolidated Statement of Earnings

(millions of yen)

	Nine months ended December 31, 2008
	Amount
<b>ORDINARY REVENUES</b>	3,893,270
Premium and other income	2,470,422
Investment income	918,850
[ Interest and dividends ]	[ 546,067 ]
[ Gains on trading account securities ]	[ 1,208 ]
[ Gains on sale of securities ]	[ 299,643 ]
[ Derivative transaction gains ]	[ 62,654 ]
Other ordinary revenues	503,997
<b>ORDINARY EXPENSES</b>	3,883,639
Benefits and claims	1,914,042
[ Claims ]	[ 640,800 ]
[ Annuities ]	[ 275,929 ]
[ Benefits ]	[ 367,271 ]
[ Surrender values ]	[ 494,506 ]
Provision for policy reserves and others	8,250
Provision for interest on policyholder dividends	8,250
Investment expenses	1,272,825
[ Interest expenses ]	[ 7,423 ]
[ Losses on money held in trust ]	[ 5,451 ]
[ Losses on sale of securities ]	[ 387,661 ]
[ Losses on valuation of securities ]	[ 455,323 ]
[ Losses on investment in separate accounts ]	[ 303,418 ]
Operating expenses	337,498
Other ordinary expenses	351,022
<b>NET SURPLUS FROM OPERATIONS</b>	9,631
<b>EXTRAORDINARY GAINS</b>	124,085
Gains on disposal of fixed assets	847
Reversal of reserve for possible loan losses	3,084
Gains on collection of loans and claims written off	165
Reversal of reserve for price fluctuations	119,987
Other extraordinary gains	1
<b>EXTRAORDINARY LOSSES</b>	3,562
Losses on disposal of fixed assets	1,375
Impairment losses on fixed assets	1,308
Other extraordinary losses	878
Net surplus before adjustment for taxes, etc.	130,154
Corporate income taxes-current	570
Corporate income tax-deferred	72,194
Minority interests in loss of subsidiaries	2,530
Net surplus for the period	59,919

## (5) Unaudited Consolidated Statement of Cash Flows

( millions of yen )

	Nine months ended December 31, 2008
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Net surplus before adjustment for taxes, etc.	130,154
Depreciation	22,529
Impairment losses on fixed assets	1,308
Increase (decrease) in reserves for outstanding claims	(2,559)
Increase (decrease) in policy reserves	(304,418)
Provision for interest on policyholder dividends	8,250
Increase (decrease) in reserve for possible loan losses	(3,075)
Increase (decrease) in reserve for possible investment losses	(3,955)
Gains on collection of loans and claims written off	(165)
Write-down of loans	672
Increase (decrease) in reserve for employees' retirement benefits	16,229
Increase (decrease) in reserve for retirement benefits of directors, executive officers and corporate auditors	(315)
Increase (decrease) in reserve for possible reimbursement of prescribed claims	(185)
Increase (decrease) in reserve for price fluctuations	(119,987)
Interest and dividends	(546,067)
Securities related losses (gains)	837,683
Interest expenses	7,423
Losses (gains) on disposal of fixed assets	527
Decrease (increase) in trading account securities	(66,251)
Others, net	105,620
Subtotal	83,419
Interest and dividends received	596,527
Interest paid	(5,843)
Policyholder dividends paid	(80,490)
Others, net	162,831
Corporate income taxes paid (received)	(58,567)
<b>Net cash flows provided by operating activities</b>	<b>697,877</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Purchases of monetary claims bought	(34,484)
Proceeds from sale and redemption of monetary claims bought	50,041
Purchases of money held in trust	(15,500)
Proceeds from decrease in money held in trust	5,000
Purchases of securities	(13,566,465)
Proceeds from sale and redemption of securities	12,770,489
Origination of loans	(400,927)
Proceeds from collection of loans	684,832
Others, net	503
(1). Subtotal	(506,509)
[ + (1) ]	[191,368]
Acquisition of tangible fixed assets	(15,931)
Proceeds from sale of tangible fixed assets	1,959
Others, net	(20,526)
<b>Net cash flows used in investing activities</b>	<b>(541,007)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Repayment of borrowings	(3)
Repayment of financial lease obligations	(33)
Interest paid on foundation funds	(2,328)
Proceeds from Investment of Minority Interest	10,000
Others, net	(3)
<b>Net cash flows provided by (used in) financing activities</b>	<b>7,631</b>
<b>EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>(671)</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>163,829</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>479,951</b>
<b>DECREASE IN CASH AND CASH EQUIVALENTS DUE TO CHANGES IN THE SUBSIDIARIES INCLUDED IN THE SCOPE OF CONSOLIDATION</b>	<b>(6,799)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>636,982</b>

## Notes to the Unaudited Consolidated Financial Statements

### I. GUIDELINES FOR PREPARATION OF UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

#### 1. Scope of Consolidation

Following six subsidiaries are excluded from consolidation due to their immateriality in terms of quality and quantity:

Dai-ichi Life International (Europe.) Ltd,  
Dai-ichi Seimei Card Service Ltd.,  
Dai-ichi Life International (AsiaPacific) Ltd.,  
Dai-ichi Life International (U.S.A.), Inc.,  
Dai-ichi Life Research Institute Inc.,  
The Dai-ichi Well Life Support Co., Ltd.

Dai-ichi Life International (H.K.) Ltd. and Dai-ichi Life International (U.K.) Ltd. changed their names to Dai-ichi Life International (AsiaPacific) Ltd. and Dai-ichi Life International (Europe) Ltd. respectively in September 2008.

#### 2. Application of the Equity Method

Twenty-one affiliated companies newly became accounted for under the equity method in the nine months ended December 31, 2008. The names of the main affiliated companies are as follows:

DIAM SINGAPORE PTE. LTD.  
Ocean Life Insurance Co., Ltd.  
Tower Australia Group Limited

DIAM SINGAPORE PTE. LTD became an affiliated company and accounted for under the equity method due to its establishment in April 2008 by DIAM Co., Ltd., an affiliated company of the Parent Company.

Ocean Life Insurance Company Ltd. became an affiliated company and accounted for under the equity method due to the Company's acquisition of its shares in July 2008 and subscription of its capital increase in October 2008.

Tower Australia Group Limited became an affiliated company and accounted for under the equity method due to the Company's acquisition of its shares in October 2008.

Also, 18 subsidiaries and affiliates of TOWER Australia Group Limited became accounted for under the equity method effective the three months ended December 31, 2008.

### II. NOTES TO UNAUDITED CONSOLIDATED BALANCE SHEETS

#### 1. Lease Transactions

Financial leases, other than those whose ownership transfers to the lessees, have previously been accounted for in the same manner applicable to ordinary operating leases, except small transactions. However, effective the three months ended June 30, 2008, they are accounted for in the same manner applicable to purchases and reported as leased assets by adopting the "Accounting Standard for Lease Transactions" issued on March 30, 2007 by the Accounting Standards Board of Japan (ASBJ) and the "Implementation Guidance on the Accounting Standard for Lease Transactions" issued on March 30, 2007 by the ASBJ.

Depreciation for leased assets is computed over the lease term assuming zero salvage value.

Financial leases, other than those whose ownership transfers to the lessees and which commenced before April 1, 2008, are accounted for in the same manner applicable to ordinary operating leases.

As a result, leased assets increased by ¥196 million in tangible fixed assets and lease liabilities increased by ¥196 million in other liabilities. This change did not have any impact on net surplus from operations and net surplus for the period.

## **2. Fixed Asset Taxes and City Planning Taxes**

Until the fiscal year ended March 31, 2008, the total amount of fixed asset taxes and city planning taxes relating to real estate for business use and movable assets was recognized as expenses on the date the charges were confirmed. In order to represent profits and losses more appropriately, and taking into account quarterly disclosure starting from the fiscal year ending March 31, 2009, the Company recognizes the amount correspondent with the nine months ended December 31, 2008. As a result, other ordinary expenses decreased by ¥839 million and net surplus from operations and net surplus before adjustment for taxes, etc. each increased by ¥839 million.

## **3. Policy-reserve-matching Bonds**

The Company classifies yen-denominated bonds that are held to match the duration of individual life insurance, annuities, financial insurance, financial annuities, and employee-funded corporate pension contracts, with the exception of some insurance types, as policy-reserve-matching bonds in accordance with the Industry Audit Committee Report No. 21 “Temporary Treatment of Accounting and Auditing Concerning Policy-reserve-matching Bonds in the Insurance Industry” issued by the Japanese Institute of Certified Public Accountants (JICPA).

The total of policy-reserve-matching bonds as of December 31, 2008 amounted to ¥5,160,156 million. The market value of these bonds as of December 31, 2008 was ¥5,589,129 million.

The Company previously classified policy-reserve-matching bonds by durations of individual life insurance and annuities. However, effective the three months ended December 31, 2008, the Company integrated the sub-groups into a single group to control the duration of individual life insurance and annuities in aggregate and to promote more sophisticated ALM. This change did not have any impact on the profit and losses of the Company.

## **4. Reserve for Possible Loan Losses**

For loans and claims other than loans to and claims on “bankrupt obligors”, “substantially bankrupt obligors” and obligors that have not yet suffered business failure but are considered highly likely to fail, reserve for possible loan losses is calculated by using the rate of losses from bad debts as of September 30, 2008, as the Company recognizes no material changes in the rate during the three months ended December 31, 2008.

## **5. Depreciation of Tangible Fixed Assets**

Depreciation of tangible fixed assets is computed by proportionally allocating the estimated depreciation for the fiscal year. Accumulated depreciation of tangible fixed assets was ¥620,688 million.

## **6. Securities Lending**

Securities lent under lending agreements are included in the consolidated balance sheet. The total balance of securities lent was ¥555,243 million.

## 7. Changes in Reserve for Policyholder Dividends

Changes in reserve for policyholder dividends were as follows:

	(millions of yen)
Balance at the end of previous fiscal year	¥ 353,538
Transfer from surplus in previous fiscal year	89,227
Dividends paid during the nine months ended December 31, 2008	(80,490)
Interest accrual during the nine months ended December 31, 2008	8,250
	<hr/>
Balance as of December 31, 2008	¥ 370,526

## 8. Assets Pledged as Collateral / Secured Liabilities

The amounts of securities and cash/deposits pledged as collateral were ¥581,755 million and ¥86 million, respectively. Secured liabilities totaled ¥566,679 million. Among the amounts above, securities and cash collateral for securities lending transactions were ¥555,243 million and ¥566,649 million, respectively.

## 9. Policy Reserves

For whole life insurance contracts acquired on or before March 31, 1996, and for which premium payments were already completed (including lump-sum payment), additional policy reserves have been provided since the fiscal year ended March 31, 2008 in accordance with Article 69, Paragraph 5 of the Enforcement Regulation of the Insurance Business Law and will be provided evenly over the five years from the fiscal year ended March 31, 2008. As a result, the amount of additional policy reserves provided for nine months ended December 31, 2008 was ¥111,012 million.

## 10. Change in Scope of Consolidation

The Company changed its scope of consolidation in the three months ended June 30, 2008. As a result, consolidated surplus for the three months ended June 30, 2008 decreased by ¥904 million.

## 11. Effect of Capital Increase of Subsidiaries

Changes in net assets due to consolidated subsidiaries' capital increase during the nine months ended December 31, 2008 include: ¥3,758 million increase and ¥2,460 million decrease in consolidated surplus; and ¥8,702 million increase in minority interest.

## III. NOTES TO UNAUDITED CONSOLIDATED STATEMENT OF EARNINGS

### 1. Taxes

At some consolidated subsidiaries, income taxes are calculated by applying a reasonably estimated effective tax rate to net surplus before adjustment for taxes, etc. for the nine months ended December 31, 2008. The estimated effective tax rate is determined by estimating the effective tax rate after taking into account the effect of deferred tax accounting for the full fiscal year, including the nine months ended December 31.

#### IV. NOTES TO UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS

##### 1. Scope of Cash and Cash Equivalents

Cash and cash equivalents in the consolidated statement of cash flows consist of the following items contained in the consolidated balance sheets: cash and deposits, call loans, commercial paper included in monetary claims bought, money market fund included in securities, and overdrafts included in other liabilities.

##### 2. Reconciliation of Cash and Cash Equivalents

Reconciliation of cash and cash equivalents to balance sheet accounts as of December 31, 2008 was as follows:

	(millions of yen)
Cash and deposits	¥187,810
Call loans	373,710
Commercial paper included in monetary claims bought	74,961
Money market fund included in securities	500
Cash and cash equivalents	636,982

(6) Status of Insurance Claims Paying Ability of Insurance Subsidiaries  
(Solvency Margin Ratio)

The Dai-ichi Frontier Life Insurance Company

(millions of yen)

	As of December 31, 2008	As of March 31, 2008
Total solvency margin (A)	123,989	41,036
Common stock, etc.	101,955	35,701
Reserve for price fluctuations	18	5
Contingency reserve	3,632	879
General reserve for possible loan losses	0	0
Net unrealized gains on securities (before tax) x 90%	797	226
Net unrealized gains (losses) on real estate x 85%	-	-
Policy reserves in excess of surrender values	17,586	4,223
Qualifying subordinated debt	-	-
Excluded items	-	-
Others	-	-
Total Risk $\sqrt{(R_1 + R_8)^2} + (R_2 + R_3 + R_7)^2 + R_4$ (B)	14,474	3,978
Insurance risk $R_1$	-	-
3rd sector insurance risk $R_8$	-	-
Assumed investment yield risk $R_2$	0	0
Investment risk $R_3$	1,044	302
Business risk $R^4$	421	115
Guaranteed minimum benefit risk $R_7$	13,008	3,559
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	1713.2%	2,063.0%

Note 1. The figures as of March 31, 2008 are calculated based on Articles 86 and 87 of the Enforcement Regulations of Insurance Business Law, and Announcement No. 50, Ministry of Finance, 1996.

The figures as of December 31, 2008 are calculated by using the method which is deemed appropriate taking the regulations and announcement above into account.

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

(7) Segment Information

The Company and its consolidated subsidiaries are engaged in businesses other than life insurance business, such as computer system and software development. Those businesses have a minimal impact on overall consolidated financial condition, and segment information on those businesses is omitted.

## **Reference: Financial Results for the Three Months Ended December 31, 2008**

### (1) New Policies

	Number of policies (thousands)	(billions of yen)	Amount	
			New Business	Net increase by conversion
Three months ended December 31, 2008				
Individual insurance	268	1,845	1,877	(31)
Individual annuities	9	61	64	(2)
Individual insurance and annuities	277	1,907	1,941	(34)
Group insurance	-	292	292	
Group annuities	-	0	0	

Note: 1. Number of new policies is the sum of new business and policies after conversion.

2. Amount of new policies for individual annuities, both new business and net increase by conversion, is equal to the funds to be held at the time annuity payments are to commence.

3. Amount of new policies for group annuities is equal to the initial premium payment.

### (2) Annualized Net Premium

New Policies	(billions of yen)
	Three months ended December 31, 2008
Individual insurance	27
Individual annuities	2
Total	30
Medical and survival benefits	10

Note: 1. Annualized net premium is calculated by using multipliers for various premium payment terms to the premium per payment. In single premium contracts, the amount is calculated by dividing the premium by the duration of the policy.

2. Annualized net premium for medical and survival benefits includes (a) premium related to medical benefits such as hospitalization and surgery benefits, (b) premium related to survival benefits such as specific illness and nursing benefits, and (c) premium related to premium waiver benefits, in which disability cause is excluded but causes such as specific illness and nursing care are included.

3. New policies include net increase by conversion.



### (3) Unaudited Quarterly Non-Consolidated Statement of Earnings

(millions of yen)

	Three months ended
	December 31, 2008
	Amount
<b>ORDINARY REVENUES</b>	1,792,879
Premium and other income	689,938
[Premium income]	[ 689,833]
Investment income	316,498
[Interest and dividends]	[ 152,737]
[Gains on trading account securities]	[ 954]
[Gains on sale of securities]	[ 118,038]
[Derivative transaction gains]	[ 44,332]
Other ordinary revenues	786,442
[Transfer from reserves for outstanding claims]	[ 4,053]
[Transfer from policy reserves]	[ 717,305]
<b>ORDINARY EXPENSES</b>	1,835,970
Benefits and claims	665,133
[Claims]	[ 212,689]
[Annuities]	[ 102,601]
[Benefits]	[ 116,049]
[Surrender values]	[ 181,115]
[Other refunds]	[ 52,372]
Provision for policy reserves and others	2,727
[Provision for interest on policyholder dividends ]	[ 2,727]
Investment expenses	954,465
[Interest expenses]	[ 2,211]
[Losses on money held in trust]	[ 3,758]
[Losses on sale of securities]	[ 287,913]
[Losses on valuation of securities]	[ 422,060]
[Losses on investment in separate accounts]	[ 184,764]
Operating expenses	103,626
Other ordinary expenses	110,017
<b>NET SURPLUS (DEFICIT) FROM OPERATIONS</b>	(43,091)
<b>EXTRAORDINARY GAINS</b>	131,042
Gains on disposal of fixed assets	134
Reversal of reserve for possible loan losses	3,897
Gains on collection of loans and claims written off	10
Reversal of reserve for price fluctuations	127,000
<b>EXTRAORDINARY LOSSES</b>	999
Losses on disposal of fixed assets	992
Other extraordinary losses	6
Net surplus before adjustment for taxes, etc.	86,951
Corporate income taxes-current	(77,285)
Corporate income tax-deferred	128,682
Net surplus for the period	35,554

#### (4) Breakdown of Net Surplus from Operations (Fundamental Profit)

(millions of yen)

		Three months ended December 31, 2008
Fundamental revenues		1,136,189
Premium and other income		689,938
Investment income		153,172
[Interest and dividends]		[ 152,737]
Other ordinary revenues		293,079
Fundamental expense		1,081,541
Benefits and claims		665,133
Provision for policy reserves and others		2,727
Investment expenses		200,036
Operating expenses		103,626
Other ordinary expenses		110,017
Fundamental profit	A	54,648
Capital gains		163,326
Gains on money held in trust		-
Gains on investments in trading securities		-
Gains on sale of securities		118,038
Derivative transaction gains		44,332
Foreign exchange gains		-
Gains on trading account securities		954
Others		-
Capital losses		750,458
Losses on money held in trust		3,758
Losses on investments in trading securities		-
Losses on sale of securities		287,913
Losses on valuation of securities		422,060
Derivative transaction losses		-
Foreign exchange losses		36,725
Losses on trading account securities		-
Others		-
Net capital gains (losses)	B	(587,132)
Fundamental profit (loss) plus net capital gains (losses)	A+B	(532,484)
Other one-time gains		534,114
Reinsurance income		-
Reversal of contingency reserve		534,114
Others		-
Other one-time losses		44,721
Ceding reinsurance commissions		-
Provision for contingency reserve		-
Provision for specific reserve for possible loan losses		-
Provision for specific reserve for loans to refinancing countries		-
Write-down of loans		14
Others		44,706
Other one-time profits	C	489,392
Net surplus (deficit) from operations	A+B+C	(43,091)

Note: 'Others' in other one-time losses represents additional policy reserves provided in accordance with Articles 69, Paragraph 5 of the Enforcement Regulations of the Insurance Business Law (44,706 million yen).

## (5) Quarterly Consolidated Financial Summary

### 1. Selected Financial Data and Other Information

( millions of yen )

	Three months ended December 31,2008
Ordinary revenues	1,803,521
Net surplus (deficit) from operations	(68,608)
Net surplus for the period	12,501

### 2. Unaudited Quarterly Consolidated Statement of Earnings

( millions of yen )

	Three months ended December 31,2008
	Amount
<b>ORDINARY REVENUES</b>	<b>1,803,521</b>
Premium and other income	759,186
Investment income	317,081
[ Interest and dividends ]	[ 153,224 ]
[ Gains on trading account securities ]	[ 954 ]
[ Gains on sale of securities ]	[ 118,134 ]
[ Derivative transaction gains ]	[ 44,332 ]
Other ordinary revenues	727,253
<b>ORDINARY EXPENSES</b>	<b>1,872,129</b>
Benefits and claims	667,227
[ Claims ]	[ 212,777 ]
[ Annuities ]	[ 102,614 ]
[ Benefits ]	[ 116,518 ]
[ Surrender values ]	[ 181,956 ]
Provision for policy reserves and others	2,727
Provision for interest on policyholder dividends	2,727
Investment expenses	953,242
[ Interest expenses ]	[ 2,211 ]
[ Losses on money held in trust ]	[ 4,020 ]
[ Losses on sale of securities ]	[ 287,919 ]
[ Losses on valuation of securities ]	[ 392,885 ]
[ Losses on investment in separate accounts ]	[ 212,448 ]
Operating expenses	107,597
Other ordinary expenses	141,333
<b>NET SURPLUS (DEFICIT) FROM OPERATIONS</b>	<b>(68,608)</b>
<b>EXTRAORDINARY GAINS</b>	<b>131,033</b>
Gains on disposal of fixed assets	134
Reversal of reserve for possible loan losses	3,897
Gains on collection of loans and claims written off	10
Reversal of reserve for price fluctuations	126,991
Other extraordinary gains	0
<b>EXTRAORDINARY LOSSES</b>	<b>1,001</b>
Losses on disposal of fixed assets	994
Other extraordinary losses	6
Net surplus before adjustment for taxes, etc.	61,423
Corporate income taxes-current	(77,468)
Corporate income tax-deferred	128,925
Minority interests in loss of subsidiaries	2,534
Net Surplus for the period	12,501