

Koichiro Watanabe  
President and Representative Director  
The Dai-ichi Life Insurance Company, Limited  
Code: 8750 (TSE First section)

---

## Financial Results and Other Information Required to Be Disclosed on Listing on the Tokyo Stock Exchange First Section

---

The Dai-ichi Life Insurance Company, Limited (the “Company”) hereby announces that its shares were listed on the Tokyo Stock Exchange today. The Company will make efforts to achieve greater management transparency based on market discipline.

For the Company’s financial results, please see “Consolidated Summary Report under Japanese GAAP” attached to this release. The Company’s earning forecasts for the fiscal year ending March 31, 2010 are as follows:

### Consolidated Results of Operations and Earnings Forecasts (\*1)

	Fiscal Year Ending March 31, 2010			Fiscal Year Ended March 31, 2009	
	(forecasts)	% of Ordinary Revenues	% of FY2008	(actual results)	% of Ordinary Revenues
	millions of yen	%	%	millions of yen	%
Ordinary Revenues	5,107,000	100.0	97.7	5,225,262	100.0
Ordinary Income	178,000	3.5	281.0	63,351	1.2
Net Income	50,000	1.0	228.8	21,849	0.4
Net Income per Share	5,000.00 yen			2,184.90 yen	

### Non-consolidated Results of Operations and Earnings Forecasts (\*1)

	Fiscal Year Ending March 31, 2010			Fiscal Year Ended March 31, 2009	
	(forecasts)	% of Ordinary Revenues	% of FY2008	(actual results)	% of Ordinary Revenues
	millions of yen	%	%	millions of yen	%
Ordinary Revenues	4,241,000	100.0	81.8	5,182,814	100.0
Ordinary Income	185,000	4.4	169.5	109,146	2.1
Net Income	56,000	1.3	85.4	65,572	1.3
Net Income per Share	5,600.00 yen			6,557.20 yen	
Dividends per Share	(*2)			-	

(\*1) Amounts of less than one million yen are omitted and percentages are rounded to the nearest 0.1%.

(\*2) In accordance with Article 2, Supplementary Provisions, of its Articles of Incorporation, the Company plans to pay its first shareholder dividend with a record date as of April 16, 2010. The first shareholder dividend is planned to be 1,000 yen per share.

Notes:

1. The Company reorganized from a mutual company to a stock company as of April 1, 2010. “Net surplus” of a mutual company corresponds to “net income” of a stock company. However, we have listed the following figures above in place of net surplus:
  - While mutual companies recognize the provision for reserve for policyholder dividends as a disposition of net surplus, stock companies record the provision for reserve for policyholder dividends as a separate expense item in the statement of earnings. For the purpose of presenting, net income for the fiscal years ending March 31, 2010 and March 31, 2011, we recorded the reserve for policyholder dividends as an expense in the statement of earnings, as is the case for stock companies.
2. In the “net income per share” line item, the Company listed the amount of net income divided by 10,000,000, the number of shares issued on its demutualization.
3. For purposes of preparing the earnings forecasts provided above, we assumed that the following economic indicators as of December 31, 2009 would not change between December 31, 2009 and March 31, 2010.

Nikkei 225 Index.....10,546 yen  
 Yield on ten-year government bonds.....1.29%  
 Yen/U.S. dollar.....92 yen  
 Yen/Euro.....132 yen

(Reference)

The Company’s forecast for fundamental profit is as follows (\*):

	Fiscal Year Ending March 31, 2010		Fiscal Year Ended
	billions of yen	% of FY2008	March 31, 2009
Fundamental Profit	324.0	89.8	billions of yen 360.8

(\*)Amounts of less than 0.1 billion yen are omitted and percentages are rounded to the nearest 0.1%.

Investor Contact:

Investor Relations Center  
 Corporate Planning Department  
 +81 50 3780 6930

This press release contains forward-looking statements, such as earnings forecasts, regarding the intent, beliefs and current expectations of the Company and its management with respect to the expected financial condition and results of operations of the Company. These statements necessarily depend upon information currently available to the Company and its management and on assumptions that the Company and its management believe are appropriate. Forward-looking statements are not guarantees of future performance and actual results may differ materially from any future results expressed or implied by forward-looking statements. Forward-looking statements are subject to various risks and uncertainties, such as fluctuations in market conditions, including changes in the value of equity securities and changes in interest rates and forward exchange rates, the occurrence of illegal acts, operational and system risks, risks associated with an economic downturn in Japan and other factors. Important factors which may affect the Company’s financial condition, results of operations and business performance are not limited to the factors described above. In light of the risks and uncertainties relating to forward-looking statements, investors are cautioned not to place undue reliance on forward-looking statements,

which speak only as of the date of this report. This press release has been prepared for the sole purpose of publicly announcing financial results and other information required to be disclosed on listing of the Company's shares on the Tokyo Stock Exchange First Section, and not for the purpose of soliciting investment or engaging in any other similar activities within or outside Japan. This press release is not an offer of securities for sale in the United States. The securities referred to above have not been, and will not be, registered under the United States Securities Act of 1933, as amended (the "Securities Act"). The securities may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. No shares of the Company are being publicly offered or sold in the United States in connection with the Company's demutualization.

(Unofficial Translation)  
 Consolidated Summary Report under Japanese GAAP  
 for the Nine Months ended December 31, 2009

April 1, 2010

Company Name: The Dai-ichi Life Insurance Company, Limited      Stock exchange listings: Tokyo  
 Code Number: 8750      URL: <http://www.dai-ichi-life.co.jp>  
 Representative: Koichiro Watanabe, President, Representative Director  
 For inquiry: Yasuhiro Kunii, Deputy General Manager, Investor Relations Center, Corporate Planning Department  
 TEL: (050)3780-6930

(Amounts of less than one million yen are omitted.)

1. Consolidated Financial Data for the Nine Months ended December 31, 2009

(1) Consolidated results of operations

(% represents the change from the same period in the previous fiscal year)

	Ordinary Revenues		Net Surplus from Operations		Net Surplus	
	millions of yen	%	millions of yen	%	millions of yen	%
Nine Months Ended						
December 31, 2009	4,013,774	3.1	132,579	-	104,891	75.1
December 31, 2008	3,893,270	-	9,631	-	59,919	-

	Net Surplus per Share	Diluted Net Surplus per Share
	yen	yen
Nine Months Ended		
December 31, 2009	-	-
December 31, 2008	-	-

(2) Financial conditions

	Total Assets	Total Net Assets	Ratio of Shareholders' Equity to Total Assets	Total Net Assets per Share
As of	millions of yen	millions of yen	%	yen
December 31, 2009	31,835,844	1,043,282	3.2	-
March 31, 2009	30,444,624	579,928	1.9	-

(Reference) Shareholders' equity as of December 31, 2009 and March 31, 2009 was 1,031,023 million yen and 573,516 million yen, respectively.

2. Dividends on Common Stock

	Dividends per Share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual
Fiscal Year Ended	yen	yen	yen	yen	yen
March 31, 2009	-	-	-	-	-
March 31, 2010	-	-	-	-	-
March 31, 2010 (Forecast)	-	-	-	-	-

(\*) In accordance with Article 2, Supplementary Provisions of its Articles of Incorporation, the Company plans to pay its first shareholder dividend with a record date as of April 16, 2010. The first shareholder dividend is planned to be 1,000 yen per share.

3. Consolidated Earnings Forecasts for the Fiscal Year ending March 31, 2010

(% represents the change from the same period in the previous fiscal year)

	Ordinary Revenues		Net Surplus from Operations		Net Surplus		Net Surplus per Share
	millions of yen	%	millions of yen	%	millions of yen	%	yen
Fiscal year ending March 31, 2010	5,107,000	(2.3)	178,000	181.0	50,000	(42.4)	5,000.00

#### 4. Other

(1) Changes in significant subsidiaries (changes in "Specified Subsidiaries" (Tokutei Kogaisha) accompanying changes in scope of consolidation) during the period: None

(2) Adoption of simplified accounting methods or accounting methods used specifically for quarterly consolidated financial statements: Adopted

(\* Please refer to "5. Others" under "Qualitative Information and Financial Statements" on page 7 for more details.

(3) Changes in accounting policies, procedures and presentation rules applied in the preparation of the consolidated financial statements:

(A) There was no change due to revision of accounting standards.

(B) There was no change due to the reasons other than item (A) above.

(4) Number of shares of common stock outstanding at the end of the period

	As of December 31, 2009	As of December 31, 2008
(A) Total shares outstanding including treasury shares:	-	-
(B) Treasury shares:	-	-
	Nine months ended	
	December 31, 2009	December 31, 2008
(C) Average outstanding shares:	-	-

#### \*Note regarding forward-looking statements

This report contains forward-looking statements, such as earnings forecasts, regarding the intent, beliefs and current expectations of the Company and its management with respect to the expected financial condition and results of operations of the Company. These statements necessarily depend upon information currently available to the Company and its management and on assumptions that the Company and its management believe are appropriate. Forward-looking statements are not guarantees of future performance and actual results may differ materially from any future results expressed or implied by forward-looking statements. Forward-looking statements are subject to various risks and uncertainties, such as fluctuations in market conditions, including changes in the value of equity securities and changes in interest rates and forward exchange rates, the occurrence of illegal acts, operational and system risks, risks associated with an economic downturn in Japan and other factors. Important factors which may affect the Company's financial condition, results of operations and business performance are not limited to the factors described above. In light of the risks and uncertainties relating to forward-looking statements, investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date of this report.

## Qualitative Information and Financial Statements

### 1. Qualitative Information Related to the Consolidated Results of Operations

- Consolidated ordinary revenues of the Dai-ichi Life Insurance Company, Limited (hereinafter the “Company”) and its consolidated subsidiaries (collectively, the “Group”) for the nine months ended December 31, 2009 increased by 120.5 billion yen, or 3.1%, to 4,013.7 billion yen, consisting of (1) 2,870.1 billion yen (16.2% increase) of premium and other income, (2) 932.2 billion yen (1.5% increase) of investment income, and (3) 211.3 billion yen (58.1% decrease) of other ordinary revenues, compared to the corresponding period in the prior fiscal year.
- The increase in premium and other income was mainly attributable to steady growth in sales of annuities by The Dai-ichi Frontier Life Insurance Co., Ltd. (hereinafter “Dai-ichi Frontier”). On the other hand, other ordinary revenues decreased mainly because of a temporary increase in other ordinary revenues in the corresponding period in the prior fiscal year as a result of a reversal of policy reserves of the Company in response to the financial turmoil.
- Meanwhile, the Company’s consolidated ordinary expenses for the nine months ended December 31, 2009 decreased by 2.4 billion yen, or 0.1%, to 3,881.1 billion yen, consisting of (1) 1,919.7 billion yen (0.3% increase) of benefits and claims, (2) 1,040.5 billion yen (12,512.2% increase) of provision for policy reserves and others, (3) 249.2 billion yen (80.4% decrease) of investment expenses, (4) 351.4 billion yen (4.1% increase) of operating expenses, and (5) 320.0 billion yen (8.8% decrease) of other ordinary expenses, compared to the corresponding period in the prior fiscal year.
- The increase in provision for policy reserves and others was mainly attributable to steady growth in sales of annuities by Dai-ichi Frontier. Investment expenses decreased mainly due to decreases in (1) losses on valuation of securities and (2) losses on investment in separate accounts, as a result of improved conditions in the financial markets.
- Consequently, the Company’s consolidated net surplus from operations for the nine months ended December 31, 2009, compared to the corresponding period in the prior fiscal year, increased by 132.5 billion yen, or 1,276.5%. Moreover, net surplus for the nine months ended December 31, 2009, which is net surplus from operations after extraordinary gains and losses, corporate income taxes, and minority interest in gain (loss) of subsidiaries, increased by 104.8 billion yen, or 75.1%.

### 2. Qualitative Information Related to Consolidated Financial Condition

#### (1) Condition of assets, liabilities, and net assets

- The Company’s consolidated total assets as of December 31, 2009, compared to March, 31, 2009, increased by 4.6%, to 31,835.8 billion yen, mainly consisting of (a) 24,973.2 billion yen (8.6% increase) of securities, (b) 3,878.9 billion yen (8.7% decrease) of loans, and 1,233.2 billion yen (0.5% decrease) of tangible fixed assets.
- The increase in the balance of securities is attributable to increases in (a) the balance of foreign securities as a result of an increase in the balance of foreign currency-denominated bonds with currency hedges and (b) the balance of stocks, reflecting a recovery in stock prices.
- The Company’s consolidated total liabilities as of December 31, 2009 increased by 3.1% to 30,792.5 billion yen, mainly consisting of 28,985.2 billion yen (3.6% increase) of policy reserves and others, compared to March, 31, 2009.
- The Company’s consolidated total net assets as of December 31, 2009 increased by 79.9%, to 1,043.2 billion yen. Net unrealized gains on securities, net of tax, as of December 31, 2009, which is included in the

Company's total net assets, amounted to 393.2 billion yen (Net unrealized losses: 47.3 billion yen as of March 30, 2009), reflecting a recovery in stock prices.

## (2) Consolidated cash flows

- The Company's consolidated net cash flows provided by operating activities for the nine months ended December 31, 2009, compared to the corresponding period in the prior fiscal year, increased by 107.7 billion yen to 805.6 billion yen, as the increase in premium and other income was greater than the increase in benefits and claims.
- The Company's consolidated net cash flows used in investing activities for the nine months ended December 31, 2009 increased by 318.1 billion yen, compared to the corresponding period in the prior fiscal year, to 859.1 billion yen, mainly due to a decrease in revenues resulting from sales and redemptions of securities.
- The Company's consolidated net cash flows used in financing activities for the nine months ended December 31, 2009 increased by 21.5 billion yen, to 13.9 billion yen, compared to the corresponding period in the prior fiscal year. The increase was mainly attributable to an increase in redemption of foundation funds.
- As a result, the balance of cash and cash equivalents as of December 31, 2009 became 405.6 billion yen.

## 3. Qualitative Information of the Company and Dai-ichi Frontier

### (1) Qualitative information of the Company

#### (i) Results of operations

- The Company's non-consolidated ordinary revenues decreased by 708.9 billion yen, or 18.3%, compared to the corresponding period in the prior fiscal year, to 3,165.4 billion yen, consisting of (1) 2,091.2 billion yen (3.8% decrease) of premium and other income, (2) 863.3 billion yen (6.1% decrease) of investment income, and (3) 210.8 billion yen (73.0% decrease) of other ordinary revenues.
- Other ordinary revenues decreased mainly because of a temporary increase in other ordinary revenues in the corresponding period in the prior fiscal year as a result of a reversal of policy reserves in response to the financial turmoil.
- On the other hand, the Company's non-consolidated ordinary expenses decreased by 784.7 billion yen, or 20.6%, to 3,031.5 billion yen, consisting of (1) 1,892.5 billion yen (0.9% decrease) of benefits and claims, (2) 260.7 billion yen (3,060.1% increase) of provision for policy reserves and others, (3) 246.5 billion yen (80.4% decrease) of investment expenses, (4) 318.0 billion yen (0.8% decrease) of operating expenses, and (5) 313.6 billion yen (1.3% decrease) of other ordinary expenses.
- Provision for policy reserves and others increased mainly as a result of an increase in gains on investment in separate accounts, which automatically increased policy reserves of separate accounts. Investment expenses decreased due to decreases in (1) losses on valuation of securities and (2) losses on investment in separate accounts as a result of improved conditions in the financial markets.
- Investment expenses decreased due to declines in (1) losses on investment in separate accounts and (2) losses on valuation of securities, as a result of improved conditions in the financial markets.
- Consequently, the Company's non-consolidated net surplus from operations for the nine months ended December 31, 2009 increased by 130.1%, to 133.9 billion yen, compared to the corresponding period in the prior fiscal year. Moreover, net surplus for the nine months ended December 31, 2009 increased by 0.1%, to 106.2 billion yen, compared to the corresponding period in the prior fiscal year.
- The Company's fundamental profit, an indicator of profitability from the core life insurance business, for the nine months ended December 31, 2009 decreased by 42.7 billion yen, or 15.8%, to 228.1 billion yen due

mainly to a decline in interest and dividend income.

(ii) Financial condition

- The Company's non-consolidated total assets as of December 31, 2009, compared to March 31, 2009, increased by 2.0% to 30,635.9 billion yen, mainly consisting of (a) 23,918.9 billion yen (5.5% increase) of securities, (b) 3,878.3 billion yen (8.7% decrease) of loans, and 1,232.8 billion yen (0.5% decrease) of tangible fixed assets. The increase in the balance of securities is attributable to (a) an increase in the balance of stocks reflecting improved stock prices and (b) an increase in the balance of foreign securities as a result of an increase in the balance of foreign currency-denominated bonds with currency hedges.
- The Company's non-consolidated total liabilities as of December 31, 2009 increased by 0.5%, to 29,559.8 billion yen, mainly consisting of 27,762.9 billion yen (0.9% increase) of policy reserves.
- The Company's non-consolidated total net assets as of December 31, 2009 increased by 73.6%, to 1,076.1 billion yen. Net unrealized gains on securities, net of tax, as of December 31, 2009, which is included in total net assets, amounted to 391.8 billion yen (Net unrealized losses: 47.4 billion yen as of March 30, 2009), reflecting improved stock prices.
- The Company's solvency margin ratio, an indicator of the margin of solvency regarding insurance claim payments, was 986.0% as of December 31, 2009, an increase compared to March 31, 2009 (768.1%).

(iii) Sales results

- Reflecting declining customer needs for death benefit products as a result of the aging society, low birth rate and changing lifestyles in Japan, the Company's sum insured from new business of individual insurance and annuities for the nine months ended December 31, 2009 decreased by 404.1 billion yen, or 7.5%, compared to the corresponding period in the prior fiscal year, to 5,015.8 billion yen. Consequently, its sum insured of policies in force as of December 31, 2009 decreased by 6,542.7 billion yen, or 3.9%, to 159,505.0 billion yen, compared to March 31, 2009.
- Annualized net premiums (ANP) from the Company's new business for the nine months ended December 31, 2009 decreased by 2.5 billion yen, or 2.8%, compared to the corresponding period in the prior fiscal year, to 88.7 billion yen. ANP from the Company's policies in force as of December 31, 2009, compared to March 31, 2009, decreased by 26.9 billion yen, or 1.3%, to 2,025.4 billion yen as a decrease in ANP of policies in force as a result of policy expiration, surrender, lapse, and others exceeded the ANP from the Company's new business. ANP from the Company's third sector policies in force, such as medical, survivor benefits, and others for the nine months ended December 31, 2009, compared to the corresponding period in the prior fiscal year, decreased by 0.2% to 493.7 billion yen.
- Sum insured of the Company's group insurance policies in force as of December 31, 2009 decreased by 424.6 billion yen, or 0.8%, to 54,344.7 billion yen, compared to that of March 31, 2009. Sum insured of the Company's group annuity policies in force as of December 31, 2009 increased by 47.3 billion yen, or 0.8%, to 6,187.9 billion yen, compared to March 31, 2009.

(2) Qualitative information of Dai-ichi Frontier

(i) Results of operations

- Dai-ichi Frontier's ordinary revenues for the nine months ended December 31, 2009 increased by 552.4 billion yen, or 186.9%, compared to the corresponding period in the prior fiscal year, to 848.1 billion yen,



consisting of (1) 776.2 billion yen (163.3% increase) of premium and other income, (2) 71.6 billion yen (9,816.8% increase) of investment income, and (3) 0.2 billion yen (76.8% increase) of other ordinary revenues.

- The increase in premium and other income was mainly attributable to steady growth in Dai-ichi Frontier's annuity sales. The increase in investment income was mainly attributable to an increase in gains on investment in separate accounts as a result of improved conditions in the financial markets.
- On the other hand, Dai-ichi Frontier's ordinary expenses, compared to the corresponding period in the prior fiscal year, increased by 507.6 billion yen, or 147.4%, to 852.0 billion yen, consisting of (1) 26.7 billion yen (643.9% increase) of benefits and claims, (2) 778.4 billion yen (180.3% increase) of provision for policy reserves and others, (3) 7.4 billion yen (82.5% decrease) of investment expenses, (4) 34.9 billion yen (93.9% increase) of operating expenses, and (5) 4.4 billion yen (76.7% increase) of other ordinary expenses. The increase in provision for policy reserves and others was mainly attributable to steady growth in sales of annuities by Dai-ichi Frontier.
- Consequently, Dai-ichi Frontier's ordinary loss for the nine months ended December 31, 2009 was 3.9 billion yen, while ordinary loss for the corresponding period in the prior fiscal year amounted to 48.7 billion yen. Moreover, its net loss for the nine months ended December 31, 2009 was 3.9 billion yen, while net loss for the corresponding period in the prior fiscal year amounted to 48.7 billion yen.
- Dai-ichi Frontier's fundamental profit, an indicator of profitability from the core life insurance business, for the nine months ended December 31, 2009 was 37.3 billion yen (46.3 billion yen fundamental loss for the corresponding period in the previous fiscal year). The increase was mainly attributable to an increase in reversal of policy reserves associated with guaranteed minimum maturity benefits of variable annuities as a result of improved conditions in the financial markets.

(ii) Financial condition

- Dai-ichi Frontier's total assets as of December 31, 2009, compared to March, 31, 2009, increased by 141.6%, to 1,344.0 billion yen, mainly consisting of 1,210.1 billion yen (155.2% increase) of securities. The increase in the balance of securities is mainly attributable to an increase in the balance of available-for-sale securities (money held in trust in separate accounts), reflecting the steady growth in sales.
- Dai-ichi Frontier's total liabilities as of December 31, 2009, compared to March, 31, 2009, increased by 170.7%, to 1,222.0 billion yen, mainly consisting of 1,214.5 billion yen (178.4% increase) of policy reserves.
- Dai-ichi Frontier's total net assets as of December 31, 2009, compared to March, 31, 2009, increased by 16.3% to 122.0 billion yen.
- Dai-ichi Frontier's solvency margin ratio, an indicator of the margin of solvency regarding insurance claim payments, was 977.0% as of December 31, 2009, a decrease compared to March, 31, 2009 (1,486.1%). The decrease was attributable to, among others, an increase in its guaranteed minimum benefit risk as a result of steady growth in annuity sales.

(iii) Sales results

- Owing to steady growth in sales of its annuities, Dai-ichi Frontier's sum insured of new business for the nine months ended December 31, 2009 increased by 438.3 billion yen, or 149.1%, to 732.2 billion yen, compared to the corresponding period in the prior fiscal year. Consequently, its sum insured of policies in force as of December 31, 2009 increased by 748.1 billion yen, or 165.3%, to 1,200.8 billion yen, compared to March 31, 2009.

Dai-ichi Frontier's ANP from new business for the nine months ended December 31, 2009 increased by 48.2 billion yen, or 167.1%, to 77.1 billion yen, compared to the corresponding period in the prior fiscal year. Its ANP from policies in force as of December 31, 2009, compared to March 31, 2009, increased by 76.1 billion yen, or 172.0%, to 120.4 billion yen.

#### 4. Qualitative Information of Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2010

- Due to improved stability in the financial markets in Europe and the United States, and a series of measures taken by many countries, including Japan, for economic recovery, stock prices increased and long-term interest rates remained steady at low levels.
- In such environment, we forecast that gains/losses on sales of securities and losses on valuation of securities should improve during the fiscal year ending March 31, 2010, compared to the previous fiscal year, during which financial market conditions deteriorated.
- The forecasts contained in this report are made based on the economic environment as of December 31, 2009, details of which include:

Nikkei 225 Index.....	¥10,546
Yield on ten-year government bonds.....	1.29%
Yen/U.S.dollar.....	¥92
Yen/euro.....	¥132

- We forecast that our ordinary revenues for the fiscal year ending March 31, 2010 will decrease by 2.3% to 5,107.0 billion yen. We expect premium and other income to increase, mainly attributable to steady growth in sales of annuities by Dai-ichi Frontier. On the other hand, investment income is expected to decrease due to (1) a decrease in interest on foreign bonds as a result of appreciation of the yen, (2) a decrease in stock dividends resulting from a decline in corporate earnings, and (3) a decrease in gains on sale of securities. Also, we forecast no reversal of policy reserve, which we posted during the previous fiscal year in response to the downturn in financial markets.
- We forecast our ordinary expenses to decrease by 4.5% to 4,929.0 billion yen, mainly due to decreases in losses on sale of securities and losses on valuation of securities.
- As a result of these changes, we forecast our net surplus from operations to increase by 181.0%, to 178.0 billion yen.
- Additionally, as a mutual company, we posted provision for reserves for policyholder dividends as part of an appropriation of surplus in the previous fiscal year. On the other hand, we will post such provision as an expense in the fiscal year ending March 31, 2010. Also, we plan to post no reversal of reserves for price fluctuations, which we posted in the previous fiscal year in response to losses on valuation securities as a result of a decline in stock prices and appreciation of the yen. Therefore, we forecast our net surplus for the fiscal year ending March 31, 2010 to decrease by 42.4% to 50.0 billion yen.

#### 5. Others

- (1) Changes in significant subsidiaries (changes in "Specified Subsidiaries" (Tokutei Kogaisha) accompanying changes in scope of consolidation) during the period: None
- (2) Simplified accounting procedures and specific accounting procedures applied in the preparation of the quarterly consolidated financial statements:

<Simplified accounting procedures>

(i) 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 was calculated by using the rate of losses from bad debts as of September 30, 2009, as the Company recognized no material changes in the rate during the three months ended December 31, 2009.

(ii) Depreciation of Tangible Fixed Assets

- Depreciation of tangible fixed assets is computed by proportionally allocating the estimated annual depreciation for the fiscal year.

<Specific accounting procedures applied in the preparation of the quarterly consolidated financial statements>

(i) Calculation of 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, 2009. 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, 2009.

- (3) Changes in accounting policies, procedures and presentation rules applied in the preparation of the quarterly consolidated financial statements: None

6. Quarterly Consolidated Financial Statements  
(1) Quarterly Consolidated Balance Sheets (Unaudited)

(millions of yen)

	As of December 31, 2009	As of March 31, 2009
<b>Assets</b>		
Cash and deposits	240,930	245,895
Call loans	164,700	206,580
Deposit paid for securities borrowing transactions	6,395	14,954
Monetary claims bought	284,131	281,371
Trading account securities	77,775	52,597
Money held in trust	72,717	31,603
Securities	24,973,273	22,995,047
Loans	3,878,907	4,248,799
Tangible fixed assets	1,233,238	1,239,843
Intangible fixed assets	105,883	106,771
Reinsurance receivables	43,799	13,874
Other assets	372,149	355,473
Deferred tax assets	384,800	642,595
Customers' liabilities for acceptances and guarantees	17,821	20,138
Reserve for possible loan losses	(20,681)	(10,921)
<b>Total assets</b>	<b>31,835,844</b>	<b>30,444,624</b>
<b>Liabilities</b>		
Policy reserves and others	28,985,278	27,970,307
Reserves for outstanding claims	151,814	173,590
Policy reserves	28,481,646	27,449,059
Reserve for policyholder dividends	351,818	347,658
Reinsurance payables	734	587
Subordinated bonds	46,039	49,102
Other liabilities	1,081,979	1,187,288
Reserve for employees' retirement benefits	419,059	405,571
Reserve for retirement benefits of directors, executive officers and corporate auditors	3,341	3,486
Reserve for possible reimbursement of prescribed claims	761	1,000
Reserves under the special laws	111,996	101,478
Reserve for price fluctuations	111,996	101,478
Deferred tax liabilities	775	197
Deferred tax liabilities for land revaluation	124,773	125,535
Acceptances and guarantees	17,821	20,138
<b>Total liabilities</b>	<b>30,792,561</b>	<b>29,864,695</b>
<b>Net assets</b>		
Foundation funds	100,000	120,000
Accumulated redeemed foundation funds	320,000	300,000
Revaluation reserve	248	248
Consolidated surplus	286,762	265,787
<b>Total of foundation funds and surplus</b>	<b>707,011</b>	<b>686,035</b>
Net unrealized gains on securities, net of tax	393,216	(47,349)
Deferred hedge gains (losses)	(2,376)	(357)
Reserve for land revaluation	(63,421)	(62,297)
Foreign currency translation adjustments	(3,405)	(2,514)
<b>Total of valuation and translation adjustments</b>	<b>324,012</b>	<b>(112,519)</b>
Minority interests	12,258	6,412
<b>Total net assets</b>	<b>1,043,282</b>	<b>579,928</b>
<b>Total liabilities and net assets</b>	<b>31,835,844</b>	<b>30,444,624</b>

## (2) Quarterly Consolidated Statements of Earnings (Unaudited)

	(millions of yen)	
	Nine months ended December 31, 2008	Nine months ended December 31, 2009
Ordinary revenues	3,893,270	4,013,774
Premium and other income	2,470,422	2,870,118
Investment income	918,850	932,291
Interest and dividends	546,067	510,762
Gains on trading account securities	1,208	1,218
Gains on sale of securities	299,643	190,620
Gains on redemption of securities	9,045	3,995
Derivative transaction gains	62,654	-
Other investment income	231	350
Gains on investment in separate accounts	-	225,344
Other ordinary revenues	503,997	211,364
Ordinary expenses	3,883,639	3,881,195
Benefits and claims	1,914,042	1,919,785
Claims	640,800	580,406
Annuities	275,929	303,917
Benefits	367,271	395,638
Surrender values	494,506	504,331
Other refunds	135,534	135,491
Provision for policy reserves and others	8,250	1,040,590
Provision for policy reserves	-	1,032,712
Provision for interest on policyholder dividends	8,250	7,878
Investment expenses	1,272,825	249,270
Interest expenses	7,423	8,652
Losses on money held in trust	5,451	5,186
Losses on sale of securities	387,661	104,550
Losses on valuation of securities	455,323	58,261
Losses on redemption of securities	1,178	2,262
Derivative transaction losses	-	9,838
Foreign exchange losses	79,670	12,654
Provision for reserve for possible loan losses	-	9,774
Write-down of loans	672	393
Depreciation of rented real estate and others	11,197	11,186
Other investment expenses	20,830	26,509
Losses on investment in separate accounts	303,418	-
Operating expenses	337,498	351,461
Other ordinary expenses	351,022	320,087
Net surplus from operations	9,631	132,579
Extraordinary gains	124,085	121
Gains on disposal of fixed assets	847	29
Reversal of reserve for possible loan losses	3,084	-
Gains on collection of loans and claims written off	165	90
Reversal of reserve for price fluctuations	119,987	-
Other extraordinary gains	1	0
Extraordinary losses	3,562	17,357
Losses on disposal of fixed assets	1,375	1,502
Impairment losses on fixed assets	1,308	4,475
Provision for reserve for price fluctuations	-	10,518
Other extraordinary losses	878	861
Net surplus before adjustment for taxes, etc.	130,154	115,343
Corporate income taxes-current	570	515
Corporate income tax-deferred	72,194	10,203
Total of corporate income taxes	72,765	10,718
Minority interests in gain (loss) of subsidiaries	(2,530)	(266)
Net surplus for the period	59,919	104,891

## (3) Quarterly Consolidated Statements of Cash Flows (Unaudited)

	(millions of yen)	
	Nine months ended December 31, 2008	Nine months ended December 31, 2009
<b>Cash flows from operating activities</b>		
Net surplus before adjustment for taxes, etc.	130,154	115,343
Depreciation of rented real estate and others	11,197	11,186
Depreciation	22,529	23,094
Impairment losses on fixed assets	1,308	4,475
Increase (decrease) in reserves for outstanding claims	(2,559)	(21,775)
Increase (decrease) in policy reserves	(304,418)	1,032,712
Provision for interest on policyholder dividends	8,250	7,878
Increase (decrease) in reserve for possible loan losses	(3,075)	9,759
Increase (decrease) in reserve for possible investment losses	(3,955)	-
Gains on collection of loans and claims written off	(165)	(90)
Write-down of loans	672	393
Increase (decrease) in reserve for employees' retirement benefits	16,229	13,488
Increase (decrease) in reserve for retirement benefits of directors, executive officers and corporate auditors	(315)	(145)
Increase (decrease) in reserve for possible reimbursement of prescribed claims	(185)	(238)
Increase (decrease) in reserve for price fluctuations	(119,987)	10,518
Interest and dividends	(546,067)	(510,762)
Securities related losses (gains)	837,683	(256,103)
Interest expenses	7,423	8,652
Foreign exchange losses (gains)	79,670	12,654
Losses (gains) on disposal of fixed assets	527	1,472
Equity in income of affiliates	27,793	(232)
Decrease (increase) in trading account securities	(66,251)	(25,178)
Decrease (increase) in reinsurance receivables	3	(29,924)
Decrease (increase) in other assets	(47,239)	(26,008)
Increase (decrease) in reinsurance payables	68	146
Increase (decrease) in other liabilities	110,966	38,683
Others, net	(76,838)	56,248
Subtotal	83,419	476,246
Interest and dividends received	596,527	517,450
Interest paid	(5,843)	(5,978)
Policyholder dividends paid	(80,490)	(68,682)
Others, net	162,831	(171,680)
Corporate income taxes paid	(58,567)	58,281
Net cash flows provided by operating activities	697,877	805,637
<b>Cash flows from investing activities</b>		
Purchases of monetary claims bought	(34,484)	(33,221)
Proceeds from sale and redemption of monetary claims bought	50,041	15,075
Purchases of money held in trust	(15,500)	(55,500)
Proceeds from decrease in money held in trust	5,000	9,111
Purchases of securities	(13,566,465)	(8,085,987)
Proceeds from sale and redemption of securities	12,770,489	7,018,772
Origination of loans	(400,927)	(275,359)
Proceeds from collection of loans	684,832	644,892
Others, net	503	(65,952)
Total of net cash provided by (used in) investment transactions	(506,509)	(828,168)
Total of net cash provided by (used in) operating activities and investment transactions	191,368	(22,530)
Acquisition of tangible fixed assets	(15,931)	(15,330)
Proceeds from sale of tangible fixed assets	1,959	336
Acquisition of intangible fixed assets	(20,536)	(16,025)
Proceeds from sale of intangible fixed assets	10	3
Net cash flows used in investing activities	(541,007)	(859,184)
<b>Cash flows from financing activities</b>		
Repayment of borrowings	(3)	(8)
Repayment of lease obligations	(33)	(68)
Redemption of foundation funds	-	(20,000)
Interest paid on foundation funds	(2,328)	(2,328)
Proceeds from stock issuance to minority shareholders	10,000	8,500
Others, net	(3)	(4)
Net cash flows provided by (used in) financing activities	7,631	(13,909)
Effect of exchange rate changes on cash and cash equivalents	(671)	110
Net increase (decrease) in cash and cash equivalents	163,829	(67,345)
Cash and cash equivalents at beginning of period	479,951	472,975
Increase (decrease) in cash and cash equivalents due to changes in the subsidiaries included in the scope of consolidation	(6,799)	-
Cash and cash equivalents at end of period	636,982	405,630

(4) Notes on going-concern assumptions

Not applicable

(5) Segment Information

(i) Business Segment Information

(For the nine months ended December 31, 2008 and December 31, 2009)

Although the Group also operates businesses other than the life insurance business, such as computer system and software development, the life insurance business accounts for more than 90% of the total ordinary revenues and net surplus from operations for all segments of the Group. Therefore business segment information has been omitted.

(ii) Geographic Segment Information

(For the nine months ended December 31, 2008 and December 31, 2009)

Geographic segment information has been omitted as more than 90% of both the Group's total ordinary revenues and net surplus from operations belong to its business units in Japan.

(iii) Overseas Sales

(For the nine months ended December 31, 2008 and December 31, 2009)

Disclosure on overseas sales (revenues) information has been omitted because the Group's ordinary revenues generated overseas account for less than 10% of the total consolidated ordinary revenues.

(6) Notes for Material Changes in Foundation Funds and Others

Not applicable