

Financial Results for the Fiscal Year Ended March 31, 2025

Asahi Mutual Life Insurance Company (the “Company”; President: Kenichiro Ishijima)
announces financial results for the fiscal year ended March 31, 2025.

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Note: Notes to Unaudited Non-consolidated Financial Statements and Unaudited Consolidated Financial Statements are not included in these documents. The Financial Results with Notes are scheduled to be announced later.

1. Business Highlights

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

(i) Policies in Force

	As of March 31, 2024				As of March 31, 2025			
	Number of policies		Amount (100 millions of Yen)		Number of policies		Amount (100 millions of Yen)	
	(Thousands)	Changes (%, Pre-FYE)		Changes (%, Pre-FYE)	(Thousands)	Changes (%, Pre-FYE)		Changes (%, Pre-FYE)
Individual insurance	7,258	98.8	106,774	92.7	7,169	98.8	99,380	93.1
Individual annuities	428	94.6	17,525	96.3	405	94.6	16,404	93.6
Group insurance	–	–	14,684	104.1	–	–	14,332	97.6
Group annuities	–	–	96	77.3	–	–	88	92.3

Notes:

1. Policy amounts for individual annuities are equal to (a) the funds to be held at the time annuity payments are to commence for an annuity for which annuity payments have not yet commenced and (b) the amount of policy reserves for an annuity for which payments have commenced.
2. Policy amount in force for group annuities is equal to the amount of outstanding policy reserves.
3. Number of policies includes number of each unit with regard to "Hoken-ou", "Hoken-ou Plus", etc.

(ii) New Policies

	Year ended March 31, 2024					
	Number of policies		Amount (100 millions of Yen)			
	(Thousands)	Changes (%, YoY)		Changes (%, YoY)	New policies	Net increase by conversion
Individual insurance	635	95.0	1,499	78.5	2,673	(1,174)
Individual annuities	–	–	(36)	–	–	(36)
Group insurance	–	–	1,102	277.6	1,102	–
Group annuities	–	–	–	–	–	–

	Year ended March 31, 2025					
	Number of policies		Amount (100 millions of Yen)			
	(Thousands)	Changes (%, YoY)		Changes (%, YoY)	New policies	Net increase by conversion
Individual insurance	600	94.6	1,478	98.6	2,561	(1,083)
Individual annuities	–	–	(32)	–	–	(32)
Group insurance	–	–	179	16.3	179	–
Group annuities	–	–	–	–	–	–

Notes:

1. Number of new policies is the sum of new policies and policies after conversion.
2. Amount of new policies for individual annuities, both new policies and net increase by conversion, is equal to the funds to be held at the time annuity payments are to commence.
3. Number of policies includes number of each unit with regard to "Hoken-ou", "Hoken-ou Plus", etc.

(2) Annualized Premiums

(i) Policies in Force

(100 millions of Yen)

	As of March 31, 2024		As of March 31, 2025	
		Changes (%, Pre-FYE)		Changes (%, Pre-FYE)
Individual insurance	3,636	97.1	3,550	97.6
Individual annuities	1,124	95.8	1,079	96.0
Total	4,761	96.8	4,630	97.3
Third-sector products	2,213	99.0	2,201	99.4

(ii) New Policies

(100 millions of Yen)

	Year ended March 31, 2024		Year ended March 31, 2025	
		Changes (%, YoY)		Changes (%, YoY)
Individual insurance	192	94.8	197	102.3
Individual annuities	(0)	–	(0)	–
Total	192	94.8	196	102.4
Third-sector products	157	96.5	157	100.0

Notes:

1. Annualized premiums are calculated by multiplying factors according to the premium payment method (for single premium contracts, the amount is calculated by dividing the premium by the coverage period).
2. Figures for third-sector products represent portion of annualized premiums corresponding to the medical benefits (hospitalization benefits, surgery benefits, etc.), living benefits (specific illness benefits, nursing care benefits, etc.) and waiver benefits (excluding disability benefits, but including specific illness benefits and nursing care benefits).

(3) Selected Financial Data

(100 millions of Yen)

	Year ended March 31, 2024		Year ended March 31, 2025	
		Changes (%, YoY)		Changes (%, YoY)
Premium and other income	3,672	96.9	3,689	100.4
Investment income	1,832	127.1	1,548	84.5
Claims and other payments	3,839	94.9	3,878	101.0
Investment expenses	766	118.2	521	68.0
Ordinary profit	181	102.6	327	180.7

(4) Proposed Appropriation of Surplus

(100 millions of Yen)

	Year ended March 31, 2024		Year ended March 31, 2025	
		Changes (%, YoY)		Changes (%, YoY)
Unappropriated surplus	636	105.8	583	91.7
Reversal of voluntary surplus reserves	9	473.8	32	341.9
Reserve for dividends to policyholders	28	116.0	33	116.0
Net surplus	114	100.3	115	100.5
Surplus carried forward	502	108.2	466	93.0

(5) Total Assets

(100 millions of Yen)

	As of March 31, 2024		As of March 31, 2025	
		Changes (%, Pre-FYE)		Changes (%, Pre-FYE)
Total assets	54,850	103.8	53,263	97.1

2. Investment Results of General Account Assets

(1) Asset Composition

(Millions of Yen)

	As of March 31, 2024		As of March 31, 2025	
	Amount	Percentage	Amount	Percentage
Cash, deposits, call loans	112,046	2.1	132,293	2.5
Monetary claims bought	18,811	0.3	10,481	0.2
Securities	4,495,408	82.4	4,384,864	82.8
Domestic bonds	2,778,957	50.9	2,740,889	51.7
Domestic stocks	599,280	11.0	596,067	11.3
Foreign securities	1,027,985	18.8	968,143	18.3
Foreign bonds	593,752	10.9	533,270	10.1
Foreign stocks and other foreign securities	434,233	8.0	434,872	8.2
Other securities	89,184	1.6	79,764	1.5
Loans	321,346	5.9	301,108	5.7
Policy loans	28,399	0.5	27,081	0.5
Industrial and consumer loans	292,946	5.4	274,027	5.2
Real estate	347,173	6.4	342,059	6.5
Deferred tax assets	–	–	–	–
Others	160,285	2.9	127,448	2.4
Allowance for possible loan losses	(738)	(0.0)	(720)	(0.0)
Total	5,454,333	100.0	5,297,534	100.0
Foreign currency-denominated assets	1,026,047	18.8	950,756	17.9

(2) Changes (Increases/Decreases) in Assets

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
	Amount	Amount
Cash, deposits, call loans	(95,347)	20,246
Monetary claims bought	(1,481)	(8,330)
Securities	217,817	(110,544)
Domestic bonds	169,226	(38,068)
Domestic stocks	91,605	(3,213)
Foreign securities	(60,216)	(59,842)
Foreign bonds	(111,464)	(60,481)
Foreign stocks and other foreign securities	51,247	639
Other securities	17,202	(9,420)
Loans	17,384	(20,238)
Policy loans	(1,855)	(1,318)
Industrial and consumer loans	19,239	(18,919)
Real estate	(8,211)	(5,113)
Deferred tax assets	(5,690)	–
Others	70,742	(32,837)
Allowance for possible loan losses	(90)	18
Total	195,123	(156,798)
Foreign currency-denominated assets	(114,065)	(75,291)

(3) Investment Income

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Interest, dividends and other income	120,879	132,117
Interest on deposits	0	3
Interest and dividends on securities	97,390	109,235
Interest on loans	6,068	6,246
Rent revenue from real estate	16,102	15,886
Other interest and dividends	1,317	746
Gains on sales of securities	44,086	15,078
Gains on sales of domestic bonds	3,283	3,746
Gains on sales of domestic stocks and other securities	38,913	9,298
Gains on sales of foreign securities	1,890	2,033
Others	–	–
Gains on redemption of securities	–	119
Gains on derivative financial instruments, net	–	–
Foreign exchange gains, net	4,528	–
Reversal of allowance for possible loan losses	–	16
Other investment income	7,159	7,107
Total	176,653	154,440

(4) Investment Expenses

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Interest expenses	4,392	4,732
Losses on trading securities	226	–
Losses on sales of securities	41,448	26,463
Losses on sales of domestic bonds	5,711	3,117
Losses on sales of domestic stocks and other securities	2,209	3,777
Losses on sales of foreign securities	33,527	19,568
Others	–	–
Losses on valuation of securities	105	6
Losses on valuation of domestic bonds	–	–
Losses on valuation of domestic stocks and other securities	104	4
Losses on valuation of foreign securities	1	1
Others	–	–
Losses on redemption of securities	275	206
Losses on derivative financial instruments, net	14,508	3,447
Foreign exchange losses, net	–	1,364
Provision for allowance for possible loan losses	92	–
Write-offs of loans	0	0
Depreciation of rental real estate and other assets	5,337	5,334
Other investment expenses	10,298	10,626
Total	76,685	52,180

(5) Investment Indicators

(i) Rates of Return

(%)

	Year ended March 31, 2024	Year ended March 31, 2025
Cash, deposits, call loans	0.00	0.11
Monetary claims bought	2.41	2.04
Securities	2.22	2.21
Domestic bonds	1.35	1.53
Domestic stocks	19.52	7.67
Foreign securities	0.16	2.36
Loans	1.24	1.41
Industrial and consumer loans	0.94	1.16
Real estate	2.52	2.40
Total	1.97	2.02
Foreign Investments	0.18	2.35

Notes:

1. Rates of return above are calculated by dividing the net investment income by the average daily book value balance.
2. Foreign investments are the sum of assets denominated in foreign currencies and yen.

(ii) Average Daily Balance

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Cash, deposits, call loans	134,685	86,011
Monetary claims bought	19,397	15,646
Securities	4,126,954	4,155,116
Domestic bonds	2,711,695	2,770,573
Domestic stocks	255,814	245,032
Foreign securities	1,082,981	1,062,460
Loans	300,055	303,945
Industrial and consumer loans	270,570	276,156
Real estate	357,182	350,778
Total	5,070,401	5,067,761
Foreign Investments	1,104,078	1,089,887

Note: Foreign investments are the sum of assets denominated in foreign currencies and yen.

(iii) Net Valuation Gains/Losses on Trading Securities

(Millions of Yen)

	As of March 31, 2024		As of March 31, 2025	
	Amount	Net valuation gains(losses) included in the statements of income	Amount	Net valuation gains(losses) included in the statements of income
Trading securities	–	–	–	–

(iv) Fair Value Information on Securities (other than trading securities)

(Millions of Yen)

	As of March 31, 2024					As of March 31, 2025				
	Book value	Fair value	Gains/losses			Book value	Fair value	Gains/losses		
			Gains	Losses				Gains	Losses	
Held-to-maturity debt securities	292,796	309,158	16,361	18,278	(1,916)	211,750	212,763	1,013	5,733	(4,719)
Policy-reserve-matching bonds	2,240,383	2,116,280	(124,103)	88,556	(212,659)	2,231,326	1,896,654	(334,672)	24,994	(359,666)
Stocks of subsidiaries and affiliates	–	–	–	–	–	–	–	–	–	–
Available-for-sale securities	1,495,663	1,840,823	345,160	411,641	(66,481)	1,493,671	1,816,459	322,787	396,330	(73,543)
Domestic bonds	443,916	438,333	(5,583)	4,065	(9,648)	466,212	452,129	(14,083)	905	(14,988)
Domestic stocks	162,648	518,771	356,123	357,392	(1,269)	167,409	518,610	351,200	353,741	(2,541)
Foreign securities	811,895	795,836	(16,059)	38,139	(54,198)	787,720	767,122	(20,598)	33,510	(54,109)
Foreign bonds	458,711	419,152	(39,559)	1,860	(41,420)	428,952	388,670	(40,281)	243	(40,525)
Foreign stocks and other foreign securities	353,183	376,684	23,500	36,279	(12,778)	358,768	378,451	19,682	33,267	(13,584)
Other securities	76,447	87,026	10,578	11,942	(1,364)	71,613	77,832	6,219	8,082	(1,862)
Monetary claims bought	754	855	100	100	–	715	764	49	90	(41)
Negotiable certificates of deposit	–	–	–	–	–	–	–	–	–	–
Others	–	–	–	–	–	–	–	–	–	–
Total	4,028,844	4,266,262	237,418	518,476	(281,057)	3,936,748	3,925,877	(10,871)	427,058	(437,929)
Domestic bonds	2,784,541	2,656,187	(128,354)	94,104	(222,458)	2,754,972	2,404,974	(349,997)	26,054	(376,052)
Domestic stocks	162,648	518,771	356,123	357,392	(1,269)	167,409	518,610	351,200	353,741	(2,541)
Foreign securities	986,495	984,524	(1,971)	53,838	(55,809)	932,320	914,040	(18,280)	38,876	(57,156)
Foreign bonds	633,311	607,839	(25,472)	17,559	(43,031)	573,552	535,589	(37,962)	5,609	(43,572)
Foreign stocks and other foreign securities	353,183	376,684	23,500	36,279	(12,778)	358,768	378,451	19,682	33,267	(13,584)
Other securities	76,447	87,026	10,578	11,942	(1,364)	71,613	77,832	6,219	8,082	(1,862)
Monetary claims bought	18,710	19,753	1,042	1,198	(156)	10,432	10,418	(13)	302	(316)
Negotiable certificates of deposit	–	–	–	–	–	–	–	–	–	–
Others	–	–	–	–	–	–	–	–	–	–

Notes:

- The table above includes assets which are considered appropriate to deem as securities under the Financial Instruments and Exchange Act.
- The table above excludes stocks, investments in partnerships and others without a market price.

* Book value of stocks, investments in partnerships and others without a market price is as follows:
(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Stocks of subsidiaries and affiliates	67,671	64,857
Available-for-sale securities	59,241	58,602
Domestic stocks	12,887	12,808
Foreign stocks	9	9
Others	46,344	45,783
Total	126,913	123,459

(v) Fair Value Information on Money Held in Trust

The Company does not hold money held in trust.

(6) Fair Value Information on Real estate (land)

(Millions of Yen)

	As of March 31, 2024			As of March 31, 2025		
	Book value	Fair value	Gains/losses	Book value	Fair value	Gains/losses
Land	211,586	289,803	78,216	208,241	295,777	87,536

Notes:

1. Fair Value is calculated based on appraisal value for property tax and others.
2. The amount above includes leasehold.

(Reference)

Fair value information on securities including stocks, investments in partnerships and others without a market price is as follows:

(Millions of Yen)

	As of March 31, 2024					As of March 31, 2025				
	Book value	Fair value	Gains/losses			Book value	Fair value	Gains/losses		
				Gains	Losses				Gains	Losses
Held-to-maturity debt securities	292,796	309,158	16,361	18,278	(1,916)	211,750	212,763	1,013	5,733	(4,719)
Policy-reserve-matching bonds	2,240,383	2,116,280	(124,103)	88,556	(212,659)	2,231,326	1,896,654	(334,672)	24,994	(359,666)
Stocks of subsidiaries and affiliates	67,671	67,671	-	-	-	64,857	64,857	-	-	-
Available-for-sale securities	1,554,905	1,913,368	358,462	424,944	(66,481)	1,552,273	1,887,410	335,137	408,680	(73,543)
Domestic bonds	443,916	438,333	(5,583)	4,065	(9,648)	466,212	452,129	(14,083)	905	(14,988)
Domestic stocks	175,536	531,659	356,123	357,392	(1,269)	180,218	531,418	351,200	353,741	(2,541)
Foreign securities	856,091	853,335	(2,756)	51,442	(54,198)	831,582	823,333	(8,249)	45,860	(54,109)
Foreign bonds	458,711	419,152	(39,559)	1,860	(41,420)	428,952	388,670	(40,281)	243	(40,525)
Foreign stocks and other foreign securities	397,379	434,182	36,803	49,581	(12,778)	402,630	434,662	32,032	45,616	(13,584)
Other securities	78,606	89,184	10,578	11,942	(1,364)	73,544	79,764	6,219	8,082	(1,862)
Monetary claims bought	754	855	100	100	-	715	764	49	90	(41)
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-
Total	4,155,757	4,406,478	250,720	531,778	(281,057)	4,060,208	4,061,686	1,478	439,408	(437,929)
Domestic bonds	2,784,541	2,656,187	(128,354)	94,104	(222,458)	2,754,972	2,404,974	(349,997)	26,054	(376,052)
Domestic stocks	243,157	599,280	356,123	357,392	(1,269)	244,866	596,067	351,200	353,741	(2,541)
Foreign securities	1,030,741	1,042,072	11,331	67,140	(55,809)	976,392	970,461	(5,930)	51,226	(57,156)
Foreign bonds	633,311	607,839	(25,472)	17,559	(43,031)	573,552	535,589	(37,962)	5,609	(43,572)
Foreign stocks and other foreign securities	397,430	434,233	36,803	49,581	(12,778)	402,839	434,872	32,032	45,616	(13,584)
Other securities	78,606	89,184	10,578	11,942	(1,364)	73,544	79,764	6,219	8,082	(1,862)
Monetary claims bought	18,710	19,753	1,042	1,198	(156)	10,432	10,418	(13)	302	(316)
Negotiable certificates of deposit	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-

Note: The table above includes assets which are considered appropriate to deem as securities under the Financial Instruments and Exchange Act.

3. Unaudited Non-consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Assets:		
Cash and deposits:	39,393	54,765
Cash	18	18
Deposits	39,375	54,746
Call loans	73,000	78,000
Monetary claims bought	18,811	10,481
Securities:	4,525,808	4,413,189
National government bonds	1,812,423	1,788,496
Local government bonds	48,037	46,878
Corporate bonds	918,496	905,513
Domestic stocks	599,280	596,067
Foreign securities	1,027,985	968,143
Other securities	119,584	108,090
Loans:	321,346	301,108
Policy loans	28,399	27,081
Industrial and consumer loans	292,946	274,027
Tangible fixed assets:	353,725	347,734
Land	207,428	204,082
Buildings	138,556	137,091
Lease assets	4,138	3,339
Construction in progress	1,188	885
Other tangible fixed assets	2,414	2,335
Intangible fixed assets:	35,456	35,201
Software	28,886	28,161
Other intangible fixed assets	6,569	7,039
Agency accounts receivable	1	1
Reinsurance receivables	394	499
Other assets:	90,980	46,450
Accounts receivable	60,684	12,787
Prepaid expenses	4,472	4,985
Accrued income	18,389	18,410
Money on deposit	3,006	3,080
Derivative financial instruments	896	2,978
Cash collateral paid for financial instruments	1,417	2,298
Suspense payments	756	749
Other assets	1,358	1,159
Prepaid pension cost	480	598
Customers' liabilities under acceptances and guarantees	26,425	39,025
Allowance for possible loan losses	(738)	(720)
Total assets	5,485,084	5,326,334

3. Unaudited Non-consolidated Balance Sheets (Continued)

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities:		
Policy reserves and other reserves:	4,268,961	4,178,753
Reserve for outstanding claims	36,748	39,821
Policy reserves	4,206,149	4,113,660
Reserve for dividends to policyholders	26,064	25,270
Reinsurance payables	670	632
Bonds payable	102,609	102,609
Other liabilities:	382,052	307,562
Payables under securities borrowing transactions	248,836	207,786
Loans payable	78,000	44,000
Income taxes payable	3,797	326
Accounts payable	8,974	13,427
Accrued expenses	8,053	7,417
Deferred income	196	178
Deposits received	421	530
Guarantee deposits received	17,081	16,726
Derivative financial instruments	5,004	4,934
Cash collateral received for financial instruments	6,359	7,544
Lease obligations	4,138	3,339
Asset retirement obligations	1,087	1,068
Suspense receipts	101	283
Reserve for employees' retirement benefits	28,195	27,077
Reserve for price fluctuation	40,370	57,460
Deferred tax liabilities	41,386	30,444
Deferred tax liabilities for land revaluation	14,301	14,553
Acceptances and guarantees	26,425	39,025
Total liabilities	4,904,972	4,758,117
Net assets:		
Foundation funds	51,000	51,000
Reserve for redemption of foundation funds	206,000	206,000
Reserve for revaluation	281	281
Surplus:	102,604	105,478
Reserve for future losses	381	397
Other surplus:	102,223	105,081
Reserve for fund redemption	31,700	40,800
Equalized reserve for dividends to policyholders	6,893	5,945
Unappropriated surplus (loss)	63,629	58,335
Total foundation funds and others	359,886	362,760
Net unrealized gains (losses) on available-for-sale securities, net of tax	270,597	251,365
Land revaluation differences	(50,371)	(45,909)
Total valuation and translation adjustments	220,226	205,456
Total net assets	580,112	568,216
Total liabilities and net assets	5,485,084	5,326,334

4. Unaudited Non-consolidated Statements of Income

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Ordinary income:	622,393	623,355
Premium and other income:	367,279	368,900
Insurance premiums	366,054	367,847
Reinsurance revenue	1,225	1,052
Investment income:	183,237	154,826
Interest, dividends and other income:	120,879	132,117
Interest on deposits	0	3
Interest and dividends on securities	97,390	109,235
Interest on loans	6,068	6,246
Rent revenue from real estate	16,102	15,886
Other interest and dividends	1,317	746
Gains on sales of securities	44,086	15,078
Gains on redemption of securities	-	119
Foreign exchange gains	4,528	-
Reversal of allowance for possible loan losses	-	16
Other investment income	7,159	7,107
Investment gains on separate accounts	6,583	386
Other ordinary income:	71,876	99,628
Fund receipt from annuity riders	0	7
Fund receipt from deposit of claims paid	5,082	3,554
Reversal of reserve for employees' retirement benefits	532	1,117
Reversal of policy reserves	63,755	92,488
Other ordinary income	2,505	2,459
Ordinary expenses:	604,278	590,625
Claims and other payments:	383,929	387,868
Claims	105,474	107,641
Annuities	109,610	108,059
Benefits	74,480	76,250
Surrender benefits	87,320	91,559
Other payments	4,593	2,017
Reinsurance premiums	2,449	2,339
Provision for policy reserves and other reserves:	2,237	3,076
Provision for reserve for outstanding claims	2,234	3,073
Provision for interest on policyholders' dividend reserves	3	3
Investment expenses:	76,685	52,180
Interest expenses	4,392	4,732
Losses on trading securities	226	-
Losses on sales of securities	41,448	26,463
Losses on valuation of securities	105	6
Losses on redemption of securities	275	206
Losses on derivative financial instruments	14,508	3,447
Foreign exchange losses	-	1,364
Provision for allowance for possible loan losses	92	-
Depreciation of rental real estate and other assets	5,337	5,334
Other investment expenses	10,298	10,626
Operating expenses	108,533	112,825
Other ordinary expenses:	32,892	34,674
Claim deposit payments	8,961	8,526
Taxes	9,060	9,449
Depreciation	11,846	14,219
Other ordinary expenses	3,024	2,479
Ordinary profit	18,115	32,730

4. Unaudited Non-consolidated Statements of Income(Continued)

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Extraordinary gains:	5,542	1,707
Gains on disposal of fixed assets	5,542	1,676
Other extraordinary gains	–	31
Extraordinary losses:	4,308	21,732
Losses on disposal of fixed assets	905	904
Impairment losses	1,141	736
Provision for reserve for price fluctuation	2,160	17,090
Losses on reduction entry of real estate	96	29
Losses on valuation of shares of subsidiaries and affiliates	–	2,972
Other extraordinary losses	5	–
Surplus before income taxes	19,348	12,705
Income taxes–current	10,212	6,715
Income taxes–deferred	(6,115)	(7,052)
Total income taxes	4,097	(336)
Net surplus	15,251	13,042

5. Breakdown of Ordinary Profit (Fundamental Profit)

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Fundamental profit A	42,301	53,245
Capital gains	58,768	22,069
Gains on money held in trust	-	-
Gains on trading securities	-	-
Gains on sales of securities	44,086	15,078
Gains on derivative financial instruments	-	-
Foreign exchange gains	4,528	-
Other capital gains	10,153	6,990
Capital losses	56,563	31,367
Losses on money held in trust	-	-
Losses on trading securities	226	-
Losses on sales of securities	41,448	26,463
Losses on valuation of securities	105	6
Losses on derivative financial instruments	14,508	3,447
Foreign exchange losses	-	1,364
Other capital losses	275	86
Net capital gains (losses) B	2,204	(9,298)
Fundamental profit plus net capital gains (losses) A + B	44,506	43,946
Other one-time gains	19,997	2
Reinsurance revenue	-	-
Reversal of contingency reserve	19,927	-
Reversal of specific allowance for possible loan losses	69	2
Others	-	-
Other one-time losses	46,388	11,218
Reinsurance premiums	-	-
Provision for contingency reserve	-	5,075
Provision for specific allowance for possible loan losses	-	-
Provision for allowance for specified overseas loans	-	-
Write-offs of loans	0	0
Others	46,388	6,143
Net other one-time gains (losses) C	(26,391)	(11,216)
Ordinary profit A + B + C	18,115	32,730

(Reference) Breakdown of "other" items

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Fundamental profit	(9,878)	(6,903)
Hedging costs related to foreign exchange	(9,203)	(4,810)
Gains (losses) on cancellation of investment trusts	(950)	(2,180)
Gains (losses) on redemption of securities caused by foreign exchange fluctuation	275	86
Other capital gains	10,153	6,990
Hedging costs related to foreign exchange	9,203	4,810
Gains on cancellation of investment trusts	950	2,180
Gains on redemption of securities caused by foreign exchange fluctuation	-	-
Other capital losses	275	86
Hedging costs related to foreign exchange	-	-
Losses on cancellation of investment trusts	-	-
Losses on redemption of securities caused by foreign exchange fluctuation	275	86
Others in "Other one-time losses"	46,388	6,143
Provision for policy reserves in accordance with Article 69, Paragraph 5 of the Enforcement Regulation of the Insurance Business Act	46,388	6,143

6. Unaudited Non-consolidated Statements of Changes in Net Assets

Year ended March 31, 2024

(Millions of Yen)

	Foundation funds and others								
	Foundation funds	Reserve for redemption of foundation funds	Reserve for revaluation	Surplus					Total foundation funds and others
				Reserve for future losses	Other surplus			Total surplus	
					Reserve for fund redemption	Equalized reserve for dividends to policyholders	Unappropriated surplus (loss)		
Beginning balance	51, 000	206, 000	281	366	22, 600	7, 093	60, 148	90, 207	347, 489
Changes in the fiscal year:									
Additions to reserve for dividends to policyholders							(2, 497)	(2, 497)	(2, 497)
Additions to reserve for future losses				15			(15)		
Payment of interest on foundation funds							(2, 323)	(2, 323)	(2, 323)
Net surplus							15, 251	15, 251	15, 251
Additions to reserve for fund redemption					9, 100		(9, 100)		
Reversal of equalized reserve for dividends to policyholders						(199)	199		
Reversal of land revaluation differences							1, 965	1, 965	1, 965
Net changes, excluding foundation funds and others									
Net changes in the fiscal year	–	–	–	15	9, 100	(199)	3, 481	12, 396	12, 396
Ending balance	51, 000	206, 000	281	381	31, 700	6, 893	63, 629	102, 604	359, 886

	Valuation and translation adjustments			Total net assets
	Net unrealized gains (losses) on available-for-sale securities, net of tax	Land revaluation differences	Total valuation and translation adjustments	
Beginning balance	130,668	(48,406)	82,261	429,751
Changes in the fiscal year:				
Additions to reserve for dividends to policyholders				(2,497)
Additions to reserve for future losses				
Payment of interest on foundation funds				(2,323)
Net surplus				15,251
Additions to reserve for fund redemption				
Reversal of equalized reserve for dividends to policyholders				
Reversal of land revaluation differences				1,965
Net changes, excluding foundation funds and others	139,929	(1,965)	137,964	137,964
Net changes in the fiscal year	139,929	(1,965)	137,964	150,361
Ending balance	270,597	(50,371)	220,226	580,112

Year ended March 31, 2025

(Millions of Yen)

	Foundation funds and others								
	Foundation funds	Reserve for redemption of foundation funds	Reserve for revaluation	Surplus					Total foundation funds and others
				Reserve for future losses	Other surplus			Total surplus	
					Reserve for fund redemption	Equalized reserve for dividends to policyholders	Unappropriated surplus (loss)		
Beginning balance	51, 000	206, 000	281	381	31, 700	6, 893	63, 629	102, 604	359, 886
Changes in the fiscal year:									
Additions to reserve for dividends to policyholders							(2, 896)	(2, 896)	(2, 896)
Additions to reserve for future losses				16			(16)		
Payment of interest on foundation funds							(2, 354)	(2, 354)	(2, 354)
Net surplus							13, 042	13, 042	13, 042
Additions to reserve for fund redemption					9, 100		(9, 100)		
Reversal of equalized reserve for dividends to policyholders						(947)	947		
Reversal of land revaluation differences							(4, 916)	(4, 916)	(4, 916)
Net changes, excluding foundation funds and others									
Net changes in the fiscal year	–	–	–	16	9, 100	(947)	(5, 294)	2, 874	2, 874
Ending balance	51, 000	206, 000	281	397	40, 800	5, 945	58, 335	105, 478	362, 760

	Valuation and translation adjustments			Total net assets
	Net unrealized gains (losses) on available-for-sale securities, net of tax	Land revaluation differences	Total valuation and translation adjustments	
Beginning balance	270,597	(50,371)	220,226	580,112
Changes in the fiscal year:				
Additions to reserve for dividends to policyholders				(2,896)
Additions to reserve for future losses				
Payment of interest on foundation funds				(2,354)
Net surplus				13,042
Additions to reserve for fund redemption				
Reversal of equalized reserve for dividends to policyholders				
Reversal of land revaluation differences				(4,916)
Net changes, excluding foundation funds and others	(19,232)	4,462	(14,770)	(14,770)
Net changes in the fiscal year	(19,232)	4,462	(14,770)	(11,895)
Ending balance	251,365	(45,909)	205,456	568,216

7. Unaudited Non-consolidated Statements of Proposed Appropriation of Surplus

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Unappropriated surplus (loss)	63,629	58,335
Reversal of voluntary surplus reserves	947	3,239
Reversal of equalized reserve for dividends to policyholders	947	3,239
Total	64,577	61,575
Appropriation of surplus (loss)	14,367	14,886
Reserve for dividends to policyholders	2,896	3,359
Net surplus (loss)	11,470	11,527
Reserve for future losses	16	18
Interest on foundation funds	2,354	2,409
Voluntary surplus reserves	9,100	9,100
Reserve for fund redemption	9,100	9,100
Surplus (loss) carried forward	50,210	46,688

8. Disclosed Claims Based on Insurance Business Act

(Millions of Yen, %)

	As of March 31, 2024	As of March 31, 2025
Claims against bankrupt and quasi-bankrupt obligors	401	386
Claims with collection risk	–	–
Delinquent loans three or more months past due	80	51
Restructured loans	20	20
Subtotal	501	458
(Percentage of total)	(0.08)	(0.07)
Claims against normal obligors	640,854	660,188
Total	641,356	660,646

Notes:

1. Claims against bankrupt and quasi-bankrupt obligors are claims to obligors who are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings and other obligors in serious financial difficulties.
2. Claims with collection risk are claims to obligors with deteriorated financial condition and results of operations from which it is unlikely that the principal and interest on the claims will be recovered, other than the claims described in note 1. above.
3. Delinquent loans three or more months past due are loans for which interest payments or repayments of principal are delinquent for three months or more from the due dates under the terms of the related loan agreements, other than the claims described in note 1. or 2. above.
4. Restructured loans are loans for which certain concessions favorable to borrowers, such as interest reduction or exemptions, rescheduling of due dates of principal or interest payments, waivers of claim or other terms, have been negotiated for the purpose of assisting and supporting the borrowers in the restructuring of their businesses, other than the claims described in note 1., 2. or 3. above.
5. Claims against normal obligors are all other claims.

9. Solvency Margin Ratio

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Total solvency margin (A)	1,140,199	1,118,804
Foundation funds and surplus	354,635	356,992
Reserve for price fluctuation	40,370	57,460
Contingency reserve	43,181	48,256
General allowance for possible loan losses	507	493
(Net unrealized gains on available-for-sale securities (before tax effect) and deferred hedge gains (before tax effect)) × 90% (in case of losses: × 100%)	322,616	301,623
Net unrealized gains on land × 85% (in case of losses: × 100%)	35,824	47,753
Excess amount of policy reserves based on full-time Zillmer method	195,542	195,301
Qualifying subordinated debt	180,609	146,609
Excess amount of policy reserves based on full-time Zillmer method and qualifying subordinated debt excluded from the calculation of solvency margin	–	–
Deduction	(55,000)	(55,000)
Others	21,912	19,314
Total amount of risk $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	229,298	221,270
Insurance risk R_1	11,229	10,632
Third sector insurance risk R_8	10,821	10,797
Risk of assumed yield R_2	52,370	49,860
Minimum guarantee risk R_7	977	955
Investment risk R_3	169,956	164,653
Operational risk R_4	4,907	4,737
Solvency margin ratio $(A) / \{(1/2) \times (B)\} \times 100$	994.5%	1,011.2%

Notes:

1. The figures above are calculated based on Articles 86 and 87 of the Enforcement Regulation of the Insurance Business Act and Japanese Ministry of Finance Public Notice No. 50, 1996.
2. "Excess amount of policy reserves based on full-time Zillmer method", "Qualifying subordinated debt" and "Excess amount of policy reserves based on full-time Zillmer method and qualifying subordinated debt excluded from the calculation of solvency margin" are calculated based on the Public Notice No.25 of the Financial Services Agency of 2011.
3. "Minimum guarantee risk" is calculated by standard method.

10. Status of Separate Account

(1) Separate Account Assets by Products

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
	Amount	Amount
Individual variable insurance	30,689	28,712
Individual variable annuities	–	–
Group annuity products	–	–
Total	30,689	28,712

(2) Individual Variable Insurance (Separate Account)

(i)Sum Insured of Policies in Force

	As of March 31, 2024		As of March 31, 2025	
	Number of policies (Thousands)	Amount (Millions of Yen)	Number of policies (Thousands)	Amount (Millions of Yen)
Individual variable insurance (fixed term)	–	–	–	–
Individual variable insurance (whole life)	11	80,819	11	77,814
Total	11	80,819	11	77,814

(ii) Breakdown of Separate Account Assets for Individual Variable Insurance

(Millions of Yen)

	As of March 31, 2024		As of March 31, 2025	
	Amount	Percentage	Amount	Percentage
Cash, deposits, call loans	347	1.1	472	1.6
Securities	30,399	99.1	28,325	98.7
Domestic bonds	—	—	—	—
Domestic stocks	—	—	—	—
Foreign securities	—	—	—	—
Foreign bonds	—	—	—	—
Foreign stocks and other foreign securities	—	—	—	—
Other securities	30,399	99.1	28,325	98.7
Loans	—	—	—	—
Others	(57)	(0.2)	(84)	(0.3)
Allowance for possible loan losses	—	—	—	—
Total	30,689	100.0	28,712	100.0

(iii) Investment Income and Expenses of Separate Account for Individual Variable Insurance

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
	Amount	Amount
Interest, dividends and other income	305	591
Gains on sales of securities	—	—
Gains on redemptions of securities	—	—
Gains on valuation of securities	6,865	6,660
Foreign exchange gains	1	0
Gains on derivative financial instruments	—	—
Other investment income	0	0
Losses on sales of securities	—	—
Losses on redemptions of securities	—	—
Losses on valuation of securities	587	6,865
Foreign exchange losses	0	0
Losses on derivative financial instruments	—	—
Other investment expenses	—	—
Net Investment Income	6,584	386

(3) Individual Variable Annuities (Separate Account)

The Company does not have individual variable annuity contracts in force.

11. Status of the Company, Subsidiaries and Affiliates

(1) Selected Financial Data

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Ordinary income	688,735	716,789
Ordinary profit	5,447	22,360
Net surplus attributable to the Parent Company	5,788	5,125
Comprehensive income	147,232	(12,837)

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Total assets	5,473,252	5,317,473
Solvency margin ratio	1,036.2%	1,051.5%

(2) Unaudited Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Assets:		
Cash and deposits	53,705	64,454
Call loans	73,000	78,000
Monetary claims bought	18,811	10,481
Securities	4,466,669	4,354,748
Loans	321,346	301,108
Tangible fixed assets:	354,240	348,305
Land	207,428	204,082
Buildings	138,917	137,515
Lease assets	4,138	3,339
Construction in progress	1,188	885
Other tangible fixed assets	2,568	2,482
Intangible fixed assets:	40,331	39,696
Software	33,074	32,605
Other intangible fixed assets	7,257	7,091
Agency accounts receivable	2	171
Reinsurance receivables	42,415	59,122
Other assets	101,567	59,869
Net defined benefit assets	799	888
Deferred tax assets	74	86
Customers' liabilities under acceptances and guarantees	1,025	1,425
Allowance for possible loan losses	(738)	(885)
Total assets	5,473,252	5,317,473
Liabilities:		
Policy reserves and other reserves:	4,278,959	4,198,353
Reserve for outstanding claims	41,060	46,014
Policy reserves	4,211,835	4,127,067
Reserve for dividends to policyholders	26,064	25,270
Reinsurance payables	915	901
Bonds payable	102,609	102,609
Other liabilities	407,649	347,839
Net defined benefit liabilities	29,297	25,789
Reserve for price fluctuation	40,370	57,460
Deferred tax liabilities	39,226	27,791
Deferred tax liabilities for land revaluation	14,301	14,553
Acceptances and guarantees	1,025	1,425
Total liabilities	4,914,355	4,776,722
Net assets:		
Foundation funds	51,000	51,000
Reserve for redemption of foundation funds	206,000	206,000
Reserve for revaluation	281	281
Consolidated surplus	81,934	76,891
Total foundation funds and others	339,216	334,173
Net unrealized gains (losses) on available-for-sale securities, net of tax	270,597	251,365
Land revaluation differences	(50,371)	(45,909)
Accumulated remeasurements of defined benefit plans	(646)	1,022
Total accumulated other comprehensive income	219,580	206,478
Non-controlling interests	100	99
Total net assets	558,896	540,751
Total liabilities and net assets	5,473,252	5,317,473

(3) Unaudited Consolidated Statements of Income and Statements of Comprehensive Income

(Unaudited Consolidated Statements of Income)

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Ordinary income:	688,735	716,789
Premium and other income	432,218	465,201
Investment income:	182,739	154,169
Interest, dividends and other income	120,438	131,548
Gains on sales of securities	44,088	15,078
Gains on redemption of securities	–	119
Foreign exchange gains	4,537	–
Other investment income	7,091	7,035
Investment gains on separate accounts	6,583	386
Other ordinary income	73,777	97,418
Ordinary expenses:	683,288	694,429
Claims and other payments:	414,335	437,954
Claims	105,475	107,669
Annuities	109,610	108,059
Benefits	79,766	85,872
Surrender benefits	87,320	91,559
Other payments	32,161	44,792
Provision for policy reserves and other reserves:	4,651	4,957
Provision for reserve for outstanding claims	4,648	4,954
Provision for interest on policyholders' dividend reserves	3	3
Investment expenses:	76,750	52,902
Interest expenses	4,456	5,006
Losses on trading securities	226	–
Losses on sales of securities	41,449	26,463
Losses on valuation of securities	105	306
Losses on redemption of securities	275	206
Losses on derivative financial instruments	14,508	3,447
Foreign exchange losses	–	1,364
Provision for allowance for possible loan losses	91	149
Depreciation of rental real estate and other assets	5,337	5,334
Other investment expenses	10,298	10,626
Operating expenses	149,557	157,944
Other ordinary expenses	37,994	40,669
Ordinary profit	5,447	22,360
Extraordinary gains:	5,542	1,707
Gains on disposal of fixed assets	5,542	1,676
Reversal of reserve for price fluctuation	–	31
Extraordinary losses:	4,310	21,733
Losses on disposal of fixed assets	906	906
Impairment losses	1,141	736
Provision for reserve for price fluctuation	2,160	17,089
Losses on reduction entry of real estate	96	29
Losses on valuation of shares of subsidiaries and affiliates	–	2,972
Other extraordinary losses	5	–
Surplus before income taxes	6,679	2,334
Income taxes—current	6,698	5,384
Income taxes—deferred	(5,864)	(8,231)
Total income taxes	834	(2,846)
Net surplus	5,845	5,180
Net surplus attributable to non-controlling interests	57	55
Net surplus attributable to the Parent Company	5,788	5,125

(Unaudited Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
Net surplus	5,845	5,180
Other comprehensive income:	141,387	(18,018)
Net unrealized gains (losses) on available-for-sale securities, net of tax	139,929	(19,232)
Land revaluation differences	–	(454)
Remeasurements of defined benefit plans	1,458	1,668
Comprehensive income:	147,232	(12,837)
Comprehensive income attributable to the Parent Company	147,175	(12,893)
Comprehensive income attributable to non-controlling interests	57	55

(4) Unaudited Consolidated Statements of Cash Flows

(Millions of Yen)

	Year ended March 31, 2024	Year ended March 31, 2025
I. Cash flows from operating activities		
Surplus before income taxes	6,679	2,334
Depreciation of rental real estate and other assets	5,337	5,334
Depreciation	13,247	16,017
Impairment losses	1,141	736
Increase (decrease) in reserve for outstanding claims	4,648	4,954
Increase (decrease) in policy reserves	(60,368)	(84,767)
Provision for interest on policyholders' dividend reserves	3	3
Increase (decrease) in allowance for possible loan losses	91	149
Increase (decrease) in net defined benefit liabilities	(532)	(1,117)
Increase (decrease) in reserve for price fluctuation	2,160	17,089
Interest, dividends and other income	(120,438)	(131,548)
(Gains) losses on securities	(8,615)	14,363
(Gains) losses on derivative financial instruments	14,508	3,447
Interest expenses	4,456	5,006
Foreign exchange (gains) losses, net	(4,537)	1,364
(Gains) losses on tangible fixed assets	(5,066)	(1,188)
(Increase) decrease in reinsurance receivables	(15,544)	(16,707)
(Increase) decrease in other assets except from investing and financing activities	(3,093)	(3,661)
Increase (decrease) in reinsurance payables	89	(13)
Increase (decrease) in other liabilities except from investing and financing activities	(701)	968
Others, net	(476)	1,039
Subtotal	(167,010)	(166,198)
Interest, dividends and other income received	117,240	127,547
Interest paid	(4,572)	(5,475)
Dividends to policyholders paid	(3,540)	(3,693)
Income taxes (paid) refunded	4,115	(9,700)
Net cash provided by (used in) operating activities	(53,766)	(57,520)
II. Cash flows from investing activities		
Proceeds from sales and redemptions of monetary claims bought	1,453	8,204
Purchases of securities	(603,314)	(417,654)
Proceeds from sales and redemptions of securities	597,414	564,702
Disbursements for loans	(69,782)	(46,888)
Proceeds from collections of loans	57,176	65,685
Proceeds from derivative financial instruments	(80,705)	(20,305)
Increase (decrease) in payables under securities borrowing transactions	66,588	(41,049)
Others, net	(226)	-
①Total of investing activities	(31,395)	112,693
[I + ①]	(85,162)	55,173
Purchases of tangible fixed assets	(9,894)	(11,010)
Proceeds from sales of tangible fixed assets	13,497	7,494
Others, net	(11,847)	(10,629)
Net cash provided by (used in) investing activities	(39,641)	98,548
III. Cash flows from financing activities		
Proceeds from debt borrowing	59,400	12,200
Redemption of debt borrowing	(5,000)	(34,000)
Redemption of bonds	(47,946)	-
Payment of interest on foundation funds	(2,323)	(2,354)
Dividends paid to non-controlling interests	(52)	(56)
Others, net	(565)	(1,068)
Net cash provided by (used in) financing activities	3,512	(25,279)
IV. Net increase (decrease) in cash and cash equivalents	(89,895)	15,748
V. Cash and cash equivalents at the beginning of the year	216,601	126,705
VI. Cash and cash equivalents at the end of the year	126,705	142,454

(5) Unaudited Consolidated Statements of Changes in Net Assets

Year ended March 31, 2024

(Millions of Yen)

	Foundation funds and others				
	Foundation funds	Reserve for redemption of foundation funds	Reserve for revaluation	Consolidated surplus	Total foundation funds and others
Beginning balance	51,000	206,000	281	79,001	336,283
Changes in the fiscal year:					
Additions to reserve for dividends to policyholders				(2,497)	(2,497)
Payment of interest on foundation funds				(2,323)	(2,323)
Net surplus attributable to the Parent Company				5,788	5,788
Reversal of land revaluation differences				1,965	1,965
Net changes, excluding foundation funds and others					
Net changes in the fiscal year	–	–	–	2,933	2,933
Ending balance	51,000	206,000	281	81,934	339,216

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities, net of tax	Land revaluation differences	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Beginning balance	130,668	(48,406)	(2,104)	80,157	96	416,537
Changes in the fiscal year:						
Additions to reserve for dividends to policyholders						(2,497)
Payment of interest on foundation funds						(2,323)
Net surplus attributable to the Parent Company						5,788
Reversal of land revaluation differences						1,965
Net changes, excluding foundation funds and others	139,929	(1,965)	1,458	139,422	4	139,426
Net changes in the fiscal year	139,929	(1,965)	1,458	139,422	4	142,359
Ending balance	270,597	(50,371)	(646)	219,580	100	558,896

Year ended March 31, 2025

(Millions of Yen)

	Foundation funds and others				
	Foundation funds	Reserve for redemption of foundation funds	Reserve for revaluation	Consolidated surplus	Total foundation funds and others
Beginning balance	51,000	206,000	281	81,934	339,216
Changes in the fiscal year:					
Additions to reserve for dividends to policyholders				(2,896)	(2,896)
Payment of interest on foundation funds				(2,354)	(2,354)
Net surplus attributable to the Parent Company				5,125	5,125
Reversal of land revaluation differences				(4,916)	(4,916)
Net changes, excluding foundation funds and others					
Net changes in the fiscal year	–	–	–	(5,042)	(5,042)
Ending balance	51,000	206,000	281	76,891	334,173

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities, net of tax	Land revaluation differences	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Beginning balance	270,597	(50,371)	(646)	219,580	100	558,896
Changes in the fiscal year:						
Additions to reserve for dividends to policyholders						(2,896)
Payment of interest on foundation funds						(2,354)
Net surplus attributable to the Parent Company						5,125
Reversal of land revaluation differences						(4,916)
Net changes, excluding foundation funds and others	(19,232)	4,462	1,668	(13,101)	(1)	(13,102)
Net changes in the fiscal year	(19,232)	4,462	1,668	(13,101)	(1)	(18,145)
Ending balance	251,365	(45,909)	1,022	206,478	99	540,751

(6) Disclosed Claims Based on Insurance Business Act

(Millions of Yen, %)

	As of March 31, 2024	As of March 31, 2025
Claims against bankrupt and quasi-bankrupt obligors	401	386
Claims with collection risk	–	–
Delinquent loans three or more months past due	80	51
Restructured loans	20	20
Subtotal	501	458
(Percentage of total)	(0.08)	(0.07)
Claims against normal obligors	640,854	660,188
Total	641,356	660,646

Notes:

1. Claims against bankrupt and quasi-bankrupt obligors are claims to obligors who are subject to bankruptcy, corporate reorganization or rehabilitation or other similar proceedings and other obligors in serious financial difficulties.
2. Claims with collection risk are claims to obligors with deteriorated financial condition and results of operations from which it is unlikely that the principal and interest on the claims will be recovered, other than the claims described in note 1. above.
3. Delinquent loans three or more months past due are loans for which interest payments or repayments of principal are delinquent for three months or more from the due dates under the terms of the related loan agreements, other than the claims described in note 1. or 2. above.
4. Restructured loans are loans for which certain concessions favorable to borrowers, such as interest reduction or exemptions, rescheduling of due dates of principal or interest payments, waivers of claim or other terms, have been negotiated for the purpose of assisting and supporting the borrowers in the restructuring of their businesses, other than the claims described in note 1., 2. or 3. above.
5. Claims against normal obligors are all other claims.

(7) Consolidated Solvency Margin Ratio

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Total solvency margin (A)	1,170,919	1,151,033
Foundation funds and surplus	328,628	325,801
Reserve for price fluctuation	40,370	57,460
Contingency reserve	45,519	53,021
Catastrophe loss reserve	–	–
General allowance for possible loan losses	508	494
(Net unrealized gains on available-for-sale securities (before tax effect) and deferred hedge gains (before tax effect)) × 90% (in case of losses: × 100%)	322,616	301,623
Net unrealized gains on land × 85% (in case of losses: × 100%)	35,824	47,753
Sum of unrealized actuarial differences and unrealized past service cost	(896)	1,444
Excess amount of policy reserves based on full-time Zillmer method	195,874	197,561
Qualifying subordinated debt	180,609	146,609
Excess amount of policy reserves based on full-time Zillmer method and qualifying subordinated debt excluded from the calculation of solvency margin	–	–
Deduction	(50)	(50)
Others	21,912	19,314
Total amount of risk $\sqrt{(\sqrt{R_1^2 + R_5^2 + R_8 + R_9})^2 + (R_2 + R_3 + R_7)^2 + R_4 + R_6}$ (B)	226,000	218,931
Insurance risk R_1	11,230	10,636
Ordinary insurance risk R_5	–	–
Disaster insurance risk R_6	–	–
Third sector insurance risk R_8	13,003	14,171
Small amount short-term insurance provider insurance risk R_9	–	–
Risk of assumed yield R_2	52,370	49,860
Minimum guarantee risk R_7	977	955
Investment risk R_3	166,439	161,922
Operational risk R_4	4,880	4,750
Solvency margin ratio (A) / {(1/2) × (B)} × 100	1,036.2%	1,051.5%

Notes:

1. The figures above are calculated based on Articles 86-2 and 88 of the Enforcement Regulation of the Insurance Business Act and the Public Notice No.23 of the Financial Services Agency of 2011.
2. "Excess amount of policy reserves based on full-time Zillmer method", "Qualifying subordinated debt" and "Excess amount of policy reserves based on full-time Zillmer method and qualifying subordinated debt excluded from the calculation of solvency margin" are calculated based on the Public Notice No.25 of the Financial Services Agency of 2011.
3. "Minimum guarantee risk" is calculated by standard method.

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

(Millions of Yen)

	As of March 31, 2024	As of March 31, 2025
Total solvency margin (A)	36,945	31,577
Capital and others	34,606	26,813
Reserve for price fluctuation	0	–
Contingency reserve	2,338	4,764
General allowance for possible loan losses	–	–
(Net unrealized gains on available-for-sale securities (before tax effect) and deferred hedge gains (before tax effect)) × 90% (in case of losses: × 100%)	–	–
Net unrealized gains on land × 85% (in case of losses: × 100%)	–	–
Excess amount of policy reserves based on full-time Zillmer method	332	2,260
Qualifying subordinated debt	–	–
Excess amount of policy reserves based on full-time Zillmer method and qualifying subordinated debt excluded from the calculation of solvency margin	(332)	(2,260)
Deduction	–	–
Others	–	–
Total amount of risk $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	2,345	3,566
Insurance risk R_1	3	6
Third sector insurance risk R_8	2,181	3,374
Risk of assumed yield R_2	0	0
Minimum guarantee risk R_7	–	–
Investment risk R_3	586	659
Operational risk R_4	83	121
Solvency margin ratio (A) / {(1/2) × (B)} × 100	3,150.3%	1,771.0%

Note:

The figures above are calculated based on Articles 86 and 87 of the Enforcement Regulation of the Insurance Business Act and Japanese Ministry of Finance Public Notice No. 50, 1996.

(9) Segment information

The Company and its consolidated subsidiaries operate investment advisory business, etc., in addition to life insurance business in Japan. However, information on these segments and related information are omitted because they represent such a minor proportion of total segments.