

August 7, 2025

Financial Results for the Three Months Ended June 30, 2025

Asahi Mutual Life Insurance Company (the “Company”; President: Kenichiro Ishijima)
announces financial results for the three months ended June 30, 2025.

[Contents]

1. Business Highlights	.....	P1
2. Investment Results of General Account Assets	.....	P3
3. Unaudited Non-consolidated Balance Sheets	.....	P6
4. Unaudited Non-consolidated Statements of Income	.....	P7
5. Breakdown of Ordinary Profit (Fundamental Profit)	.....	P10
6. Solvency Margin Ratio	.....	P11
7. Status of Separate Account	.....	P12
8. Status of the Company, Subsidiaries and Affiliates	.....	P13

1. Business Highlights

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

(i) Policies in Force

	As of March 31, 2025		As of June 30, 2025			
	Number of policies	Amount	Number of policies		Amount (100 millions of Yen)	
	(Thousands)	(100 millions of Yen)	(Thousands)	Changes (%, Pre-FYE)		Changes (%, Pre-FYE)
Individual insurance	7,169	99,380	7,123	99.4	97,377	98.0
Individual annuities	405	16,404	399	98.7	16,134	98.4
Group insurance	—	14,332	—	—	14,591	101.8
Group annuities	—	88	—	—	85	95.7

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

	Three months ended June 30, 2024			
	Number of policies	Amount	New policies	Net increase by conversion
	(Thousands)	(100 millions of Yen)		
Individual insurance	154	263	566	(302)
Individual annuities	—	(9)	—	(9)
Group insurance	—	125	125	—
Group annuities	—	—	—	—

	Three months ended June 30, 2025					
	Number of policies		Amount (100 millions of Yen)			
	(Thousands)	Changes (%, YoY)		Changes (%, YoY)	New policies	Net increase by conversion
Individual insurance	152	98.2	241	91.4	597	(356)
Individual annuities	—	—	(6)	—	—	(6)
Group insurance	—	—	44	35.3	44	—
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, 2025	As of June 30, 2025	Changes (%, Pre-FYE)
Individual insurance	3,550	3,523	99.2
Individual annuities	1,079	1,071	99.2
Total	4,630	4,595	99.2
Third-sector products	2,201	2,195	99.7

(ii) New Policies

(100 millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025	Changes (%, YoY)
Individual insurance	48	49	102.7
Individual annuities	(0)	(0)	—
Total	48	49	102.8
Third-sector products	40	39	97.5

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).

2. Investment Results of General Account Assets

(1) Asset Composition

(Millions of Yen)

	As of March 31, 2025		As of June 30, 2025	
	Amount	Percentage	Amount	Percentage
Cash, deposits, call loans	132,293	2.5	94,025	1.7
Monetary claims bought	10,481	0.2	10,313	0.2
Securities	4,384,864	82.8	4,520,946	83.5
Domestic bonds	2,740,889	51.7	2,743,803	50.7
Domestic stocks	596,067	11.3	640,718	11.8
Foreign securities	968,143	18.3	1,050,080	19.4
Foreign bonds	533,270	10.1	615,145	11.4
Foreign stocks and other foreign securities	434,872	8.2	434,935	8.0
Other securities	79,764	1.5	86,344	1.6
Loans	301,108	5.7	304,645	5.6
Policy loans	27,081	0.5	26,548	0.5
Industrial and consumer loans	274,027	5.2	278,097	5.1
Real estate	342,059	6.5	341,467	6.3
Deferred tax assets	–	–	–	–
Others	127,448	2.4	141,791	2.6
Allowance for possible loan losses	(720)	(0.0)	(715)	(0.0)
Total	5,297,534	100.0	5,412,475	100.0
Foreign currency-denominated assets	950,756	17.9	1,033,777	19.1

Note: Real estate is the sum of land, buildings and construction in progress.

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

(Millions of Yen)

	As of March 31, 2025					As of June 30, 2025				
	Book value	Fair value		Gains/losses		Book value	Fair value		Gains/losses	
				Gains	Losses				Gains	Losses
Held-to-maturity debt securities	211,750	212,763	1,013	5,733	(4,719)	210,349	212,058	1,709	6,298	(4,589)
Policy-reserve-matching bonds	2,231,326	1,896,654	(334,672)	24,994	(359,666)	2,230,533	1,846,222	(384,311)	27,204	(411,516)
Stocks of subsidiaries and affiliates	—	—	—	—	—	—	—	—	—	—
Available-for-sale securities	1,493,671	1,816,459	322,787	396,330	(73,543)	1,589,579	1,955,424	365,844	439,609	(73,765)
Domestic bonds	466,212	452,129	(14,083)	905	(14,988)	470,746	457,095	(13,650)	890	(14,541)
Domestic stocks	167,409	518,610	351,200	353,741	(2,541)	169,074	563,270	394,195	396,160	(1,964)
Foreign securities	787,720	767,122	(20,598)	33,510	(54,109)	875,391	850,050	(25,341)	30,538	(55,879)
Foreign bonds	428,952	388,670	(40,281)	243	(40,525)	509,303	470,545	(38,758)	1,067	(39,825)
Foreign stocks and other foreign securities	358,768	378,451	19,682	33,267	(13,584)	366,088	379,505	13,417	29,471	(16,053)
Other securities	71,613	77,832	6,219	8,082	(1,862)	73,657	84,267	10,610	11,944	(1,334)
Monetary claims bought	715	764	49	90	(41)	709	739	29	76	(46)
Negotiable certificates of deposit	—	—	—	—	—	—	—	—	—	—
Others	—	—	—	—	—	—	—	—	—	—
Total	3,936,748	3,925,877	(10,871)	427,058	(437,929)	4,030,462	4,013,704	(16,757)	473,113	(489,871)
Domestic bonds	2,754,972	2,404,974	(349,997)	26,054	(376,052)	2,757,454	2,358,576	(398,877)	28,288	(427,166)
Domestic stocks	167,409	518,610	351,200	353,741	(2,541)	169,074	563,270	394,195	396,160	(1,964)
Foreign securities	932,320	914,040	(18,280)	38,876	(57,156)	1,019,991	997,258	(22,733)	36,407	(59,140)
Foreign bonds	573,552	535,589	(37,962)	5,609	(43,572)	653,903	617,753	(36,150)	6,936	(43,086)
Foreign stocks and other foreign securities	358,768	378,451	19,682	33,267	(13,584)	366,088	379,505	13,417	29,471	(16,053)
Other securities	71,613	77,832	6,219	8,082	(1,862)	73,657	84,267	10,610	11,944	(1,334)
Monetary claims bought	10,432	10,418	(13)	302	(316)	10,283	10,330	46	312	(265)
Negotiable certificates of deposit	—	—	—	—	—	—	—	—	—	—
Others	—	—	—	—	—	—	—	—	—	—

Notes:

1. The table above includes assets which are considered appropriate to deem as securities under the Financial Instruments and Exchange Act.
2. 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, 2025	As of June 30, 2025
Stocks of subsidiaries and affiliates	64,857	64,857
Available-for-sale securities	58,602	58,661
Domestic stocks	12,808	12,799
Foreign stocks	9	9
Others	45,783	45,852
Total	123,459	123,519

(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, 2025					As of June 30, 2025				
	Book value	Fair value	Gains/losses			Book value	Fair value	Gains/losses		
				Gains	Losses				Gains	Losses
Held-to-maturity debt securities	211,750	212,763	1,013	5,733	(4,719)	210,349	212,058	1,709	6,298	(4,589)
Policy-reserve-matching bonds	2,231,326	1,896,654	(334,672)	24,994	(359,666)	2,230,533	1,846,222	(384,311)	27,204	(411,516)
Stocks of subsidiaries and affiliates	64,857	64,857	–	–	–	64,857	64,857	–	–	–
Available-for-sale securities	1,552,273	1,887,410	335,137	408,680	(73,543)	1,648,241	2,025,520	377,278	451,044	(73,765)
Domestic bonds	466,212	452,129	(14,083)	905	(14,988)	470,746	457,095	(13,650)	890	(14,541)
Domestic stocks	180,218	531,418	351,200	353,741	(2,541)	181,874	576,069	394,195	396,160	(1,964)
Foreign securities	831,582	823,333	(8,249)	45,860	(54,109)	919,177	905,270	(13,906)	41,972	(55,879)
Foreign bonds	428,952	388,670	(40,281)	243	(40,525)	509,303	470,545	(38,758)	1,067	(39,825)
Foreign stocks and other foreign securities	402,630	434,662	32,032	45,616	(13,584)	409,873	434,725	24,851	40,905	(16,053)
Other securities	73,544	79,764	6,219	8,082	(1,862)	75,734	86,344	10,610	11,944	(1,334)
Monetary claims bought	715	764	49	90	(41)	709	739	29	76	(46)
Negotiable certificates of deposit	–	–	–	–	–	–	–	–	–	–
Others	–	–	–	–	–	–	–	–	–	–
Total	4,060,208	4,061,686	1,478	439,408	(437,929)	4,153,982	4,148,658	(5,323)	484,547	(489,871)
Domestic bonds	2,754,972	2,404,974	(349,997)	26,054	(376,052)	2,757,454	2,358,576	(398,877)	28,288	(427,166)
Domestic stocks	244,866	596,067	351,200	353,741	(2,541)	246,522	640,718	394,195	396,160	(1,964)
Foreign securities	976,392	970,461	(5,930)	51,226	(57,156)	1,063,987	1,052,688	(11,298)	47,841	(59,140)
Foreign bonds	573,552	535,589	(37,962)	5,609	(43,572)	653,903	617,753	(36,150)	6,936	(43,086)
Foreign stocks and other foreign securities	402,839	434,872	32,032	45,616	(13,584)	410,083	434,935	24,851	40,905	(16,053)
Other securities	73,544	79,764	6,219	8,082	(1,862)	75,734	86,344	10,610	11,944	(1,334)
Monetary claims bought	10,432	10,418	(13)	302	(316)	10,283	10,330	46	312	(265)
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) Fair Value Information on Money Held in Trust

The Company does not hold money held in trust.

3. Unaudited Non-consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Assets:		
Cash and deposits	54,765	38,395
Call loans	78,000	56,000
Monetary claims bought	10,481	10,313
Securities:	4,413,189	4,550,264
National government bonds	1,788,496	1,792,697
Local government bonds	46,878	46,666
Corporate bonds	905,513	904,439
Domestic stocks	596,067	640,718
Foreign securities	968,143	1,050,080
Loans:	301,108	304,645
Policy loans	27,081	26,548
Industrial and consumer loans	274,027	278,097
Tangible fixed assets	347,734	346,815
Intangible fixed assets	35,201	35,044
Agency accounts receivable	1	1
Reinsurance receivables	499	138
Other assets	46,450	50,564
Prepaid pension cost	598	596
Customers' liabilities under acceptances and guarantees	39,025	50,099
Allowance for possible loan losses	(720)	(715)
Total assets	5,326,334	5,442,165

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities:		
Policy reserves and other reserves:	4,178,753	4,153,702
Reserve for outstanding claims	39,821	39,420
Policy reserves	4,113,660	4,086,518
Reserve for dividends to policyholders	25,270	27,763
Reinsurance payables	632	274
Bonds payable	102,609	102,609
Other liabilities:	307,562	393,856
Income taxes payable	326	1,339
Lease obligations	3,339	2,562
Asset retirement obligations	1,068	1,070
Others	302,828	388,883
Reserve for employees' retirement benefits	27,077	26,773
Reserve for price fluctuation	57,460	58,010
Deferred tax liabilities	30,444	42,445
Deferred tax liabilities for land revaluation	14,553	14,553
Acceptances and guarantees	39,025	50,099
Total liabilities	4,758,117	4,842,323
Net assets:		
Foundation funds	51,000	51,000
Reserve for redemption of foundation funds	206,000	206,000
Reserve for revaluation	281	281
Surplus:	105,478	106,963
Reserve for future losses	397	415
Other surplus:	105,081	106,548
Reserve for fund redemption	40,800	49,900
Equalized reserve for dividends to policyholders	5,945	2,706
Unappropriated surplus (loss)	58,335	53,942
Total foundation funds and others	362,760	364,245
Net unrealized gains (losses) on available-for-sale securities, net of tax	251,365	281,505
Land revaluation differences	(45,909)	(45,909)
Total valuation and translation adjustments	205,456	235,596
Total net assets	568,216	599,841
Total liabilities and net assets	5,326,334	5,442,165

4. Unaudited Non-consolidated Statements of Income

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Ordinary income:	160,894	157,701
Premium and other income:	88,367	90,851
Insurance premiums	88,208	90,699
Investment income:	43,334	37,668
Interest, dividends and other income	33,688	30,417
Gains on sales of securities	3,625	3,931
Investment gains on separate accounts	1,081	1,486
Other ordinary income	29,192	29,181
Ordinary expenses:	141,081	146,975
Claims and other payments:	94,439	96,624
Claims	26,993	26,232
Annuities	24,693	24,303
Benefits	18,991	19,859
Surrender benefits	22,782	25,212
Other payments	560	622
Provision for policy reserves and other reserves:	0	0
Provision for interest on policyholders' dividend reserves	0	0
Investment expenses:	9,858	12,573
Interest expenses	1,177	1,325
Losses on sales of securities	653	1,518
Losses on valuation of securities	5	222
Losses on derivative financial instruments	3,859	4,835
Operating expenses	28,015	28,998
Other ordinary expenses	8,767	8,778
Ordinary profit	19,812	10,725
Extraordinary gains:	190	34
Gains on disposal of fixed assets	190	34
Extraordinary losses:	715	640
Losses on disposal of fixed assets	87	90
Impairment losses	78	-
Provision for reserve for price fluctuation	550	550
Surplus before income taxes	19,287	10,119
Income taxes including deferred taxes	3,976	2,866
Total income taxes	3,976	2,866
Net surplus	15,310	7,253

Notes to Unaudited Non-consolidated Financial Information

Notes to Unaudited Non-consolidated Balance Sheet

1. Reserve for Outstanding Claims Incurred but not Reported Events

With respect to reserve for outstanding claims incurred but not reported events (referring to claims for which the occurrence of the insured events has not been reported but the Company finds that insured events have already occurred; hereinafter the same), the special treatment of the payment of hospitalization benefits with regard to people with diagnoses of COVID-19 given and under the care of a doctor and the like at an accommodation facility or at home (“deemed hospitalizations”) was terminated on May 8, 2023. As a result of this change, an appropriate amount of reserves cannot be obtained with the calculation method set forth in the main rules in Article 1, Paragraph 1 of the Japanese Ministry of Finance Public Notice No.234, 1998 (“IBNR Notice”). The Company therefore records the amount that was calculated using the following method, pursuant to provisions in the proviso of Article 1, Paragraph 1 of IBNR Notice (the “Proviso”).

(Overview of the calculation method)

The Company calculates the amount of reserve for outstanding claims incurred but not reported events using the same manner as that set forth in the main rules in Article 1, Paragraph 1 of IBNR Notice, excluding the amount related to deemed hospitalizations from a required amount of reserves for incurred but not reported events and the amount of claim payments for all the fiscal years, as set forth in the main rules in Article 1, Paragraph 1 of IBNR Notice.

2. Accounting Procedures Specific to Quarterly Financial Information

As the proposed appropriation of surplus for the fiscal year ended March 31, 2025 was approved at the annual meeting of representative policyholders held on July 1, 2025, it is included in the non-consolidated balance sheet as of June 30, 2025.

3. Securities Lent under Lending Agreements

The amount of securities lent under lending agreements was ¥386,665 million as of June 30, 2025.

4. Reserve for Dividends to Policyholders

The change in reserve for dividends to policyholders for the reporting period ended June 30, 2025 was as follows:

	Millions of Yen
	Three months ended June 30, 2025
Balance at the beginning of the reporting period	¥ 25,270
Transfer to reserve from surplus in the previous fiscal year	3,359
Dividends to policyholders paid out during the reporting period	866
Increase in interest	0
Balance at the end of the reporting period	¥ 27,763

5. Redemption of Foundation Funds

The Company redeemed ¥40,000 million of foundation funds on August 1, 2025. Accompanying the redemption, the Company transferred the same amount from reserve for fund redemption to reserve for redemption of foundation funds in accordance with Article 56 of the Insurance Business Act.

6. Transfer of Fixed Assets

The Company transferred the following fixed assets on July 31, 2025.

(1) Reason for the transfer

The Company transferred the following fixed assets as part of the restructuring of its real estate portfolio.

(2) Transferee

The transferee is not disclosed in accordance with the agreement with the transferee. There are no capital, personnel, business relationships or related party to note between the Company and the transferee.

(3) Details of transferred assets

Asset transferred	Location	Gains on transfer
Land and Building	Shibuya-ku, Tokyo	Approx. ¥9,000 million

(4) Transfer timing

July 31, 2025

(5) Impact on profit or loss

As a result of this transaction, the Company plans to record approximately ¥9,000 million in gains on disposal of fixed assets in the fiscal year ending March 31, 2026.

5. Breakdown of Ordinary Profit (Fundamental Profit)

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Fundamental profit A	16,096	9,208
Capital gains	8,438	8,026
Gains on money held in trust	—	—
Gains on trading securities	—	—
Gains on sales of securities	3,625	3,931
Gains on derivative financial instruments	—	—
Foreign exchange gains	3,181	93
Other capital gains	1,631	4,001
Capital losses	4,724	6,575
Losses on money held in trust	—	—
Losses on trading securities	—	—
Losses on sales of securities	653	1,518
Losses on valuation of securities	5	222
Losses on derivative financial instruments	3,859	4,835
Foreign exchange losses	—	—
Other capital losses	206	—
Net capital gains (losses) B	3,714	1,451
Fundamental profit plus net capital gains (losses) A + B	19,810	10,659
Other one-time gains	5	66
Reinsurance revenue	—	—
Reversal of contingency reserve	5	65
Reversal of specific allowance for possible loan losses	—	1
Others	—	—
Other one-time losses	4	—
Reinsurance premiums	—	—
Provision for contingency reserve	—	—
Provision for specific allowance for possible loan losses	4	—
Provision for allowance for specified overseas loans	—	—
Write-offs of loans	0	—
Others	—	—
Net other one-time gains (losses) C	1	66
Ordinary profit A + B + C	19,812	10,725

(Reference) Breakdown of "other" items

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Fundamental profit	(1,425)	(4,001)
Hedging costs related to foreign exchange	(596)	(3,051)
Gains (losses) on cancellation of investment trusts	(1,034)	(950)
Gains (losses) on redemption of securities caused by foreign exchange fluctuation	206	—
Other capital gains	1,631	4,001
Hedging costs related to foreign exchange	596	3,051
Gains on cancellation of investment trusts	1,034	950
Gains on redemption of securities caused by foreign exchange fluctuation	—	—
Other capital losses	206	—
Hedging costs related to foreign exchange	—	—
Losses on cancellation of investment trusts	—	—
Losses on redemption of securities caused by foreign exchange fluctuation	206	—

6. Solvency Margin Ratio

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Total solvency margin (A)	1,118,804	1,167,110
Foundation funds and surplus	356,992	363,262
Reserve for price fluctuation	57,460	58,010
Contingency reserve	48,256	48,191
General allowance for possible loan losses	493	488
(Net unrealized gains on available-for-sale securities (before tax effect) and deferred hedge gains (before tax effect)) × 90% (in case of losses: × 100%)	301,623	339,550
Net unrealized gains on land × 85% (in case of losses: × 100%)	47,753	51,323
Excess amount of policy reserves based on full-time Zillmer method	195,301	192,952
Qualifying subordinated debt	146,609	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	19,314	21,720
Total amount of risk $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$ (B)	221,270	234,587
Insurance risk R_1	10,632	10,483
Third sector insurance risk R_8	10,797	10,707
Risk of assumed yield R_2	49,860	49,527
Minimum guarantee risk R_7	955	955
Investment risk R_3	164,653	178,127
Operational risk R_4	4,737	4,996
Solvency margin ratio (A) / {(1/2)×(B)} × 100	1,011.2%	995.0%

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.

7. Status of Separate Account

(1) Separate Account Assets by Products

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
	Amount	Amount
Individual variable insurance	28,712	29,605
Individual variable annuities	—	—
Group annuity products	—	—
Total	28,712	29,605

(2) Sum Insured of Policies in Force

(i) Individual Variable Insurance

	As of March 31, 2025		As of June 30, 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	77,814	10	77,332
Total	11	77,814	10	77,332

(ii) Individual Variable Annuities

	As of March 31, 2025		As of June 30, 2025	
	Number of policies (Thousands)	Amount (Millions of Yen)	Number of policies (Thousands)	Amount (Millions of Yen)
Individual variable annuities	—	—	—	—
Total	—	—	—	—

8. Status of the Company, Subsidiaries and Affiliates

(1) Selected Financial Data

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Ordinary income	180,472	185,789
Ordinary profit	16,161	8,959
Net surplus attributable to the Parent Company	12,549	5,924
Comprehensive income	52,512	36,055

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Total assets	5,317,473	5,433,657
Solvency margin ratio	1,051.5%	1,033.2%

(2) Scope of Consolidation and Application of Equity Method

Number of consolidated subsidiaries: 4

Unconsolidated subsidiaries are immaterial in terms of their impact on consolidated net income and surplus, and also immaterial as a whole, therefore, the equity method is not applied.

(3) Unaudited Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Assets:		
Cash and deposits	64,454	52,435
Call loans	78,000	56,000
Monetary claims bought	10,481	10,313
Securities	4,354,748	4,492,338
Loans	301,108	304,645
Tangible fixed assets	348,305	347,373
Intangible fixed assets	39,696	39,278
Agency accounts receivable	171	175
Reinsurance receivables	59,122	62,650
Other assets	59,869	66,846
Net defined benefit assets	888	887
Deferred tax assets	86	98
Customers' liabilities under acceptances and guarantees	1,425	1,499
Allowance for possible loan losses	(885)	(887)
Total assets	5,317,473	5,433,657

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities:		
Policy reserves and other reserves:	4,198,353	4,175,200
Reserve for outstanding claims	46,014	45,071
Policy reserves	4,127,067	4,102,365
Reserve for dividends to policyholders	25,270	27,763
Reinsurance payables	901	545
Bonds payable	102,609	102,609
Other liabilities	347,839	444,976
Net defined benefit liabilities	25,789	25,500
Reserve for price fluctuation	57,460	58,010
Deferred tax liabilities	27,791	39,778
Deferred tax liabilities for land revaluation	14,553	14,553
Acceptances and guarantees	1,425	1,499
Total liabilities	4,776,722	4,862,674
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	76,891	77,047
Total foundation funds and others	334,173	334,329
Net unrealized gains (losses) on available-for-sale securities, net of tax	251,365	281,505
Land revaluation differences	(45,909)	(45,909)
Accumulated remeasurements of defined benefit plans	1,022	1,000
Total accumulated other comprehensive income	206,478	236,597
Non-controlling interests	99	55
Total net assets	540,751	570,982
Total liabilities and net assets	5,317,473	5,433,657

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

【Unaudited Consolidated Statements of Income】

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Ordinary income:	180,472	185,789
Premium and other income	108,112	119,607
Investment income:	43,026	37,499
Interest, dividends and other income	33,398	30,271
Gains on sales of securities	3,625	3,931
Investment gains on separate accounts	1,081	1,486
Other ordinary income	29,334	28,682
Ordinary expenses:	164,311	176,830
Claims and other payments:	105,237	112,241
Claims	26,997	26,241
Annuities	24,693	24,303
Benefits	21,109	22,954
Surrender benefits	22,782	25,212
Other payments	581	647
Provision for policy reserves and other reserves:	0	0
Provision for interest on policyholders' dividend reserves	0	0
Investment expenses:	9,896	12,718
Interest expenses	1,216	1,468
Losses on sales of securities	653	1,518
Losses on valuation of securities	5	222
Losses on derivative financial instruments	3,859	4,835
Operating expenses	38,952	41,441
Other ordinary expenses	10,223	10,428
Ordinary profit	16,161	8,959
Extraordinary gains:	190	34
Gains on disposal of fixed assets	190	34
Extraordinary losses:	715	640
Losses on disposal of fixed assets	87	90
Impairment losses	78	—
Provision for reserve for price fluctuation	550	550
Surplus before income taxes	15,636	8,352
Income taxes including deferred taxes	3,071	2,416
Total income taxes	3,071	2,416
Net surplus	12,564	5,936
Net surplus attributable to non-controlling interests	14	11
Net surplus attributable to the Parent Company	12,549	5,924

【Unaudited Consolidated Statements of Comprehensive Income】

(Millions of Yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net surplus	12,564	5,936
Other comprehensive income:	39,947	30,118
Net unrealized gains (losses) on available-for-sale securities, net of tax	39,731	30,140
Remeasurements of defined benefit plans	216	(21)
Comprehensive income:	52,512	36,055
Comprehensive income attributable to the Parent Company	52,497	36,043
Comprehensive income attributable to non-controlling interests	14	11

Notes to Unaudited Consolidated Financial Information

I. Notes to Unaudited Consolidated Balance Sheet

1. Reserve for Outstanding Claims Incurred but not Reported Events

With respect to reserve for outstanding claims incurred but not reported events (referring to claims for which the occurrence of the insured events has not been reported but the Company finds that insured events have already occurred; hereinafter the same), the special treatment of the payment of hospitalization benefits with regard to people with diagnoses of COVID-19 given and under the care of a doctor and the like at an accommodation facility or at home (“deemed hospitalizations”) was terminated on May 8, 2023. As a result of this change, an appropriate amount of reserves cannot be obtained with the calculation method set forth in the main rules in Article 1, Paragraph 1 of the Japanese Ministry of Finance Public Notice No.234, 1998 (“IBNR Notice”). The Company therefore records the amount that was calculated using the following method, pursuant to provisions in the proviso of Article 1, Paragraph 1 of IBNR Notice (the “Proviso”).

(Overview of the calculation method)

The Company calculates the amount of reserve for outstanding claims incurred but not reported events using the same manner as that set forth in the main rules in Article 1, Paragraph 1 of IBNR Notice, excluding the amount related to deemed hospitalizations from a required amount of reserves for incurred but not reported events and the amount of claim payments for all the fiscal years, as set forth in the main rules in Article 1, Paragraph 1 of IBNR Notice.

2. Accounting Procedures Specific to Quarterly Financial Information

As the proposed appropriation of surplus for the fiscal year ended March 31, 2025 was approved at the annual meeting of representative policyholders held on July 1, 2025, it is included in the consolidated balance sheet as of June 30, 2025.

3. Securities Lent under Lending Agreements

The amount of securities lent under lending agreements was ¥386,665 million as of June 30, 2025.

4. Reserve for Dividends to Policyholders

The change in reserve for dividends to policyholders for the reporting period ended June 30, 2025 was as follows:

	Millions of Yen
	Three months ended June 30, 2025
Balance at the beginning of the reporting period	¥ 25,270
Transfer to reserve from surplus in the previous fiscal year	3,359
Dividends to policyholders paid out during the reporting period	866
Increase in interest	0
Balance at the end of the reporting period	¥ 27,763

5. Redemption of Foundation Funds

The Company redeemed ¥40,000 million of foundation funds on August 1, 2025. Accompanying the redemption, the Company transferred the same amount from reserve for fund redemption to reserve for redemption of foundation funds in accordance with Article 56 of the Insurance Business Act.

6. Transfer of Fixed Assets

The Company transferred the following fixed assets on July 31, 2025.

(1) Reason for the transfer

The Company transferred the following fixed assets as part of the restructuring of its real estate portfolio.

(2) Transferee

The transferee is not disclosed in accordance with the agreement with the transferee. There are no capital, personnel, business relationships or related party to note between the Company and the transferee.

(3) Details of transferred assets

Asset transferred	Location	Gains on transfer
Land and Building	Shibuya-ku, Tokyo	Approx. ¥9,000 million

(4) Transfer timing

July 31, 2025

(5) Impact on profit or loss

As a result of this transaction, the Company plans to record approximately ¥9,000 million in gains on disposal of fixed assets in the fiscal year ending March 31, 2026.

II. Note to Unaudited Consolidated Statement of Income

Depreciation

For the reporting period ended June 30, 2025, the total amount of depreciation and depreciation of rental real estate and other assets was ¥5,486 million.

(5) Consolidated Solvency Margin Ratio

(Millions of Yen)

	As of March 31, 2025	As of June 30, 2025
Total solvency margin (A)	1,151,033	1,199,280
Foundation funds and surplus	325,801	330,638
Reserve for price fluctuation	57,460	58,010
Contingency reserve	53,021	53,391
Catastrophe loss reserve	–	–
General allowance for possible loan losses	494	489
(Net unrealized gains on available-for-sale securities (before tax effect) and deferred hedge gains (before tax effect)) × 90% (in case of losses: × 100%)	301,623	339,550
Net unrealized gains on land × 85% (in case of losses: × 100%)	47,753	51,323
Sum of unrealized actuarial differences and unrealized past service cost	1,444	1,423
Excess amount of policy reserves based on full-time Zillmer method	197,561	196,173
Qualifying subordinated debt	146,609	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	19,314	21,720
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)	218,931	232,128
Insurance risk R_1	10,636	10,486
Ordinary insurance risk R_5	–	–
Disaster insurance risk R_6	–	–
Third sector insurance risk R_8	14,171	14,379
Small amount short-term insurance provider insurance risk R_9	–	–
Risk of assumed yield R_2	49,860	49,528
Minimum guarantee risk R_7	955	955
Investment risk R_3	161,922	175,266
Operational risk R_4	4,750	5,012
Solvency margin ratio $(A) / \{(1/2) \times (B)\} \times 100$	1,051.5%	1,033.2%

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.

(6) 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 is omitted because they represent such a minor proportion of total segments.