

NON-CONSOLIDATED FINANCIAL STATEMENTS

Non-Consolidated Balance Sheet

As of March 31, 2001 and 2000

	Millions of Yen		Millions of U.S. Dollars*
	FY2000	FY1999	FY2000
ASSETS			
Cash and deposits:			
Cash	¥ 3,313	¥ 2,562	\$ 27
Deposits	135,732	283,877	1,095
Call loans	1,035,300	550,000	8,356
Monetary claims bought	13,929	4,825	112
Money-placed-in-trust	43,212	91,830	349
Securities:			
Domestic bonds:			
Government bonds	3,019,048	3,242,713	24,367
Municipal bonds	268,140	268,918	2,164
Corporate bonds	1,298,046	936,879	10,477
Domestic stocks	3,740,863	3,119,813	30,193
Foreign securities	1,195,237	1,073,571	9,647
Other securities	38,439	28,949	310
Securities lending	—	8,597	—
Loans:			
Policy loans	378,734	387,743	3,057
Financial loans	5,102,408	5,433,425	41,182
Real estate and movables:			
Land	625,178	570,342	5,046
Buildings	335,353	364,047	2,707
Movable properties	9,882	12,866	80
Buildings and repairing suspense account	40,072	26,112	323
Reinsurance account receivable	3,883	3,688	31
Other assets:			
Account receivable	45,200	36,818	365
Prepaid expenses	15,698	6,344	127
Accrued investment income	62,012	59,198	501
Security deposits and rental deposits	6,988	5,223	56
Deposits on financial futures	62	3,351	1
Margins on financial futures	26	2	0
Derivative financial instruments	1,128	—	9
Suspense payment	24,027	21,778	194
Miscellaneous assets	60,825	107,941	491
Deferred tax assets	—	226,397	—
Customers' liabilities for acceptances and guarantees	10,700	26,000	86
Reserves for possible loan losses	(43,995)	(57,586)	(355)
TOTAL ASSETS	¥17,469,453	¥16,846,236	\$140,996

*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥123.90 to US\$1.00 prevailing on March 30, 2001.

	Millions of Yen		Millions of U.S. Dollars*
	FY2000	FY1999	FY2000
LIABILITIES AND SURPLUS			
(Liabilities)			
Policy reserves:			
Reserves for outstanding claims	¥ 86,185	¥ 66,380	\$ 696
Liability reserves	14,780,891	15,010,745	119,297
Reserves for policyholder dividends	486,477	525,390	3,926
Reinsurance account payable	3,725	3,565	30
Other liabilities:			
Loans payable	1	3	0
Corporate income tax payable and others	23,770	—	192
Account payable	26,777	21,657	216
Unpaid expenses	38,487	26,146	311
Unearned investment income	9,717	11,480	78
Employees' and agents' savings deposits	23,535	23,533	190
Deposits received for guarantee	34,800	37,048	281
Margins on financial futures	26	2,936	0
Derivative financial instruments	8,508	—	69
Suspense receipts	19,512	19,798	157
Deposits received on bonds lending	741,696	428,230	5,986
Reserves for retirement allowances	—	85,832	—
Reserves for retirement annuities	—	55,031	—
Reserves for retirement benefits	139,709	—	1,128
Reserves for losses on sales of claims	26	177	0
Reserves for support to specific borrowers	4,362	5,712	35
Reserves for asset value fluctuations	90,100	84,663	727
Deferred tax liabilities	24,073	—	194
Deferred tax liabilities on revaluation of land	34,373	24,756	277
Acceptances and guarantees	10,700	26,000	86
TOTAL LIABILITIES	¥16,587,459	¥16,459,091	\$133,878
(Surplus)			
Foundation funds	¥ 80,000	¥ 60,000	\$ 646
Legal reserves:			
Revaluation surplus reserves	289	289	2
Reserves with amortization of foundation funds	80,000	60,000	646
Reserves for losses	1,343	979	11
Revaluation reserves of land	60,711	43,726	490
Surplus retained:			
Voluntary reserves:			
Accumulated reserves for contingencies	41,908	41,908	338
Reserves for foreign investment losses	9	13	0
Fund for retirement allowances	1,382	1,297	11
Fund for promotion of welfare	422	424	3
Reserves with compressed entry of real estate	977	—	8
Special reserves	2,000	2,000	16
Unappropriated surplus for the period	135,267	176,506	1,092
(Surplus for the period)	118,488	83,350	956
Net unrealized gains on investments	477,684	—	3,855
TOTAL SURPLUS	881,994	387,144	7,119
TOTAL LIABILITIES AND SURPLUS	¥17,469,453	¥16,846,236	\$140,996

Non-Consolidated Operations and Surplus

For the years ended March 31, 2001 and 2000

	Millions of Yen		Millions of U.S. Dollars*
	FY2000	FY1999	FY2000
ORDINARY INCOME			
Premium income and reinsurance refunds:			
Premium income	¥2,294,293	¥2,299,509	\$18,517
Refunds on reinsurance	735	935	6
Investment income and gain:			
Interest and dividends:			
Interest on deposits	825	2,118	7
Interest and dividends on securities	191,311	225,353	1,544
Interest on loans	170,799	183,429	1,379
Rental income	34,477	35,618	278
Other interest and dividends	6,857	9,271	55
Money-placed-in-trust income	—	2,827	—
Gains on securities sold	96,684	263,633	780
Gains on securities redeemed	—	2,602	—
Gains on separate account assets appraised	—	30,490	—
Gains on foreign exchange	853	—	7
Other investment income	651	924	5
Other ordinary income:			
Annuity supplementary contract premiums	2,484	2,840	20
Benefits left to accumulate at interest	196,800	254,279	1,588
Reversal of reserves for outstanding claims	—	3,432	—
Reversal of liability reserves	229,853	417,840	1,855
Reversal of reserves for retirement allowances	—	4,057	—
Reversal of reserves for retirement benefits	25,031	—	202
Miscellaneous income	1,020	1,588	8
TOTAL ORDINARY INCOME	¥3,252,679	¥3,740,755	\$26,252
ORDINARY EXPENSES			
Insurance benefits paid and others:			
Claims paid	¥ 674,101	¥ 856,979	\$ 5,441
Annuities paid	119,902	109,843	968
Benefits on policies paid	545,560	501,516	4,403
Surrender benefits paid	653,645	533,890	5,276
Other refunds paid	326,055	580,926	2,632
Reinsurance premiums	731	970	6
Transfers to policy reserves:			
Reserves for outstanding claims	19,804	—	160
Interest on dividend reserves	2,238	5,060	18
Investment expenses and losses:			
Interest paid	1,586	985	13
Losses on money-placed-in-trust	11,393	—	92
Losses on securities sold	45,926	157,997	371
Losses on securities appraised	15,219	147,465	123
Losses on securities redeemed	—	44,241	—
Losses on separate account assets appraised	—	14,210	—
Expenses for derivative financial instruments	19,302	—	156
Losses on foreign exchange	—	7,012	—
Transfer to reserves for possible loan losses	—	12,988	—
Write-off of loans	4,647	—	38
Depreciation on real estate for rent	9,308	9,681	75
Other investment expenses	20,562	13,557	166
Losses on separate account assets investment	24,870	—	201
Operating expenses	306,729	292,614	2,476
Other ordinary expenses:			
Payments of benefits left to accumulate at interest	232,834	219,067	1,879
Taxes	18,219	18,348	147
Depreciation	19,663	19,981	159
Transfer to reserves for retirement annuities	—	1,542	—
Miscellaneous expenses	149	127	1
TOTAL ORDINARY EXPENSES	¥3,072,453	¥3,549,008	\$24,798

*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥123.90 to US\$1.00 prevailing on March 30, 2001.

	Millions of Yen		Millions of U.S. Dollars*
	FY2000	FY1999	FY2000
ORDINARY PROFITS	¥180,226	¥191,746	\$1,455
Special profits:			
Gains on disposals of real estate and movables	5,552	6,537	45
Reversal of reserves for possible loan losses	4,971	—	40
Special losses:			
Losses on disposals of real estate and movables	27,142	73,212	219
Transfer to reserves for losses on sales of claims	0	25	0
Transfer to reserves for asset value fluctuations	5,436	5,222	44
Losses on compressed entry of real estate	123	3	1
Donations for promotion of welfare	702	624	6
Transfer to reserves for retirement allowances	—	53,934	—
Amortization of transition amount for retirement benefits	13,751	—	111
SURPLUS BEFORE TAXES	143,591	65,261	1,159
Provision for corporate income taxes	35,466	9,610	286
Corporate income tax equivalent adjustment	(10,363)	(27,700)	(84)
SURPLUS FOR THE PERIOD	118,488	83,350	956
Surplus brought forward	32,714	92,153	264
Reversal of revaluation reserves of land	(16,985)	—	(137)
Reversal of fund for retirement allowances	347	377	3
Reversal of fund for promotion of welfare	702	624	6
UNAPPROPRIATED SURPLUS FOR THE PERIOD	¥135,267	¥176,506	\$1,092

Appropriation of Surplus

For the years ended March 31, 2001 and 2000

	Millions of Yen		Millions of U.S. Dollars*
	FY2000	FY1999	FY2000
Unappropriated surplus for the period	¥135,267	¥176,506	\$1,092
Reversal of voluntary reserves:			
Reserves for foreign investment losses	9	4	0
TOTAL UNAPPROPRIATED SURPLUS	135,276	176,511	1,092
Transfer to reserves for policyholder dividends	79,404	120,752	641
Net surplus for the period:			
Transfer to reserves for losses	241	364	2
Transfer to reserves with amortization of foundation funds	20,000	20,000	161
Interest on foundation funds	678	518	5
Bonuses for directors and auditors:			
Bonuses for directors	41	42	0
Bonuses for auditors	6	9	0
Transfers to voluntary reserves:			
Fund for retirement allowances	352	432	3
Fund for promotion of welfare	700	700	6
Reserves with compressed entry of real estate	—	977	—
Reserves with separate account compressed entry of real estate	4,666	—	38
SURPLUS CARRIED FORWARD	¥ 29,186	¥ 32,714	\$ 236

*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥123.90 to US\$1.00 prevailing on March 30, 2001.