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\*Please read figures on pages 13 through 24 as follows:

- Figures at the end of the year  
Figures at the end of fiscal 2003 represent results from Meiji Yasuda Life Insurance Company, while figures at the end of fiscal 2002 are the combined total of Meiji Life Insurance Company and The Yasuda Mutual Life Insurance Company.
- Figures for the year  
Figures for fiscal 2003 are the combined total of Meiji Life Insurance Company and The Yasuda Mutual Life Insurance Company from April 1 to December 31, 2003, and Meiji Yasuda Life Insurance Company from January 1 to March 31, 2004. Figures for fiscal 2002 are the combined total of results for Meiji Life Insurance Company and The Yasuda Mutual Life Insurance Company.
- Figures of investment returns  
Figures for fiscal 2003 are calculated using results for Meiji Life Insurance Company and The Yasuda Mutual Life Insurance Company from April 1 to December 31, 2003, and Meiji Yasuda Life Insurance Company from January 1 to March 31, 2004. Figures for fiscal 2002 are calculated using the combined total of results for Meiji Life Insurance Company and The Yasuda Mutual Life Insurance Company.

Notes to consolidated financial statements on pages 22 through 24.

- Figures in the consolidated financial statements for fiscal 2003  
Meiji Life and Yasuda Life merged during the year, however, the consolidated financial statements were presented on the assumption that they merged at the beginning of the year.
- Concepts employed in assuming merger at beginning of year  
The pooling of interests method (assumption at book value) is applied in the treatment of assets and liabilities accepted from the non-surviving company. On October 31, 2003 the Business Accounting Deliberation Council published the Opinion on Setting Accounting Standards for Business Combinations (enters into force in FY 2006) that mandates treating mergers as occurring at the beginning of the year when using the pooling of interests method to prepare consolidated financial statements. Our treatment accords with the opinion.

## Five-Year Summary (Non-Consolidated Basis)

Years ended March 31

	Millions of Yen				
	FY2003	FY2002	FY2001	FY2000	FY1999
Total ordinary income .....	¥ 4,909,271	¥ 5,070,274	¥ 5,171,174	¥ 5,101,321	¥ 5,930,903
Ordinary profits .....	350,924	185,877	47,610	305,906	371,868
Surplus for the period .....	198,005	113,307	43,467	185,233	196,429
Total amount of foundation funds (Note 1) .....	350,000	350,000	290,000	260,000	190,000
Total assets .....	25,329,873	25,727,233	26,860,227	27,726,043	26,926,438
Assets in separate accounts .....	765,250	869,150	1,159,798	1,607,009	1,686,699
Liability reserves .....	22,101,172	22,625,939	23,152,285	23,566,668	23,744,872
Loans .....	7,965,483	8,464,158	8,613,927	9,046,838	9,244,508
Securities .....	14,433,699	13,298,425	14,373,356	14,531,978	13,594,418
Solvency-margin ratio .....	747.9%	—	—	—	—
(Ref.) Meiji Life Insurance (Note 2) .....	—	532.0%	609.4%	667.2%	731.0%
(Ref.) The Yasuda Mutual Life Insurance (Note 2)....	—	617.6%	612.8%	602.6%	808.5%
Life insurance in force (Note 3) .....	288,682,961	302,575,595	317,291,816	316,292,701	318,228,200
Group pensions in force (Note 4) .....	7,413,737	7,829,634	8,252,452	8,596,464	8,859,807

- Notes:
1. Total amount of foundation funds includes reserves with amortization of foundation funds.
  2. The method for calculating solvency-margin ratio, including expressions and standards, was changed in fiscal 2001 in accordance with directives from the Financial Services Agency.
  3. Life Insurance in force is the sum total of individual life insurance, individual annuities and group life insurance in force.
  4. Group pensions in force are the sum total of liability reserves for group pensions.

# Non-Consolidated Financial Statements

Meiji Yasuda Life Insurance Company

## Non-Consolidated Balance Sheet

As of March 31, 2004 and 2003

	Millions of Yen		Millions of U.S. Dollars*
	FY2003	FY2002	FY2003
<b>ASSETS</b>			
Cash and deposits:			
Cash .....	¥ 1,580	¥ 1,977	\$ 14.9
Deposits.....	295,961	348,360	2,800.2
Call loans .....	700,000	644,800	6,623.1
Repurchase account .....	—	107,980	—
Monetary claims bought .....	102,527	142,941	970.0
Money-placed-in-trust .....	9,934	371,867	93.9
Securities:			
Domestic bonds:			
Government bonds .....	5,217,850	4,913,120	49,369.3
Municipal bonds .....	313,175	419,300	2,963.1
Corporate bonds .....	2,056,258	2,122,641	19,455.5
Domestic stocks .....	3,632,129	2,952,408	34,365.8
Foreign securities .....	3,080,520	2,744,118	29,146.7
Other securities .....	133,764	146,835	1,265.6
Loans:			
Policy loans .....	443,196	464,907	4,193.3
Financial loans.....	7,522,286	7,999,250	71,173.1
Real estate and movables:			
Land.....	812,920	833,609	7,691.5
Buildings .....	474,742	496,982	4,491.8
Movable properties .....	10,084	12,764	95.4
Buildings and repairing suspense account .....	55,203	37,739	522.3
Agency account receivable .....	333	469	3.1
Reinsurance account receivable .....	3,174	3,763	30.0
Other assets:			
Accounts receivable .....	123,008	196,167	1,163.8
Prepaid expenses .....	5,341	4,417	50.5
Accrued investment income .....	93,149	129,496	881.3
Security deposits and rental deposits .....	11,238	74,679	106.3
Deposits on financial futures .....	39	43	0.3
Derivative financial instruments .....	7,690	19,701	72.7
Deferred losses on hedging instruments .....	11	—	0.1
Suspense payment .....	9,232	28,803	87.3
Miscellaneous assets .....	121,900	114,121	1,153.3
Deferred tax assets .....	108,427	424,354	1,025.8
Customers' liabilities for acceptances and guarantees .....	123	1,027	1.1
Reserves for possible loan losses .....	(15,934)	(31,418)	(150.7)
<b>TOTAL ASSETS .....</b>	<b>¥25,329,873</b>	<b>¥25,727,233</b>	<b>\$239,661.9</b>

\*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥105.69 to US\$1.00 prevailing on March 31, 2004.

	Millions of Yen		Millions of U.S. Dollars*
	FY2003	FY2002	FY2003
<b>LIABILITIES AND SURPLUS</b>			
(Liabilities)			
Policy reserves:			
Reserves for outstanding claims .....	¥ 174,893	¥ 168,216	\$ 1,654.7
Liability reserves .....	22,101,172	22,625,939	209,113.1
Reserves for policyholder dividends .....	494,878	562,311	4,682.3
Agency account payable .....	0	0	0.0
Reinsurance account payable .....	2,711	3,158	25.6
Corporate bonds .....	9,723	11,058	92.0
Other liabilities:			
Deposits received on bonds lending .....	598,127	774,071	5,659.2
Loans payable .....	100,038	100,004	946.5
Corporate income tax payable and others .....	333	34,690	3.1
Account payable .....	66,616	177,757	630.2
Unpaid expenses.....	27,761	38,828	262.6
Unearned investment income .....	14,122	16,432	133.6
Employees' and agents' savings deposits .....	14,973	33,127	141.6
Deposits received for guarantee .....	43,216	45,419	408.9
Margins on financial futures .....	18	—	0.1
Securities borrowed .....	—	47,252	—
Derivative financial instruments .....	32	14,940	0.3
Deferred gains on hedging instruments .....	—	7	—
Suspense receipts .....	10,141	11,884	95.9
Reserves for retirement benefits .....	78,518	164,173	742.9
Reserves for losses on sales of claims .....	25	27	0.2
Reserves for contingent liabilities .....	59,316	32,429	561.2
Reserves for asset value fluctuations .....	162,858	98,890	1,540.9
Deferred tax liabilities on revaluation of land .....	43,062	41,727	407.4
Acceptances and guarantees .....	123	1,027	1.1
<b>TOTAL LIABILITIES .....</b>	<b>¥24,002,667</b>	<b>¥25,003,379</b>	<b>\$227,104.4</b>
(Surplus)			
Foundation funds .....	190,000	190,000	1,797.7
Reserves with amortization of foundation funds .....	160,000	160,000	1,513.8
Revaluation surplus reserves .....	452	452	4.2
Surplus retained:			
Reserves for losses .....	4,623	4,078	43.7
Voluntary reserves:			
Reserves for fund amortization.....	67,000	31,000	633.9
Fund for asset value fluctuations .....	2,624	2,624	24.8
Fund for retirement allowances .....	1,498	2,574	14.1
Fund for promotion of welfare .....	665	672	6.2
Reserves for compressed entry of real estate .....	11,484	10,968	108.6
Reserves for separate account for compressed entry of real estate .....	1,276	—	12.0
Special reserves .....	2,000	2,000	18.9
Reserves for other uses.....	85	85	0.8
Unappropriated surplus for the period .....	196,764	161,202	1,861.7
[Net surplus for the period] .....	198,005	113,307	1,873.4
Revaluation reserves of land .....	76,059	73,707	719.6
Net unrealized gains on investments .....	612,671	84,487	5,796.8
<b>TOTAL SURPLUS .....</b>	<b>1,327,206</b>	<b>723,853</b>	<b>12,557.5</b>
<b>TOTAL LIABILITIES AND SURPLUS .....</b>	<b>¥25,329,873</b>	<b>¥25,727,233</b>	<b>\$239,661.9</b>

\*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥105.69 to US\$1.00 prevailing on March 31, 2004.

## Non-Consolidated Statement of Operations and Surplus

For the years ended March 31, 2004 and 2003

	Millions of Yen		Millions of U.S. Dollars*
	FY2003	FY2002	FY2003
<b>ORDINARY INCOME</b>			
Premium income and reinsurance refunds:			
Premium income .....	¥3,293,565	¥3,478,423	\$31,162.5
Refunds on reinsurance .....	3,172	2,631	30.0
Investment income and gain:			
Interest and dividends:			
Interest on deposits .....	9	58	0.0
Interest and dividends on securities .....	279,982	271,500	2,649.0
Interest on loans .....	208,339	230,537	1,971.2
Rental income .....	43,418	47,520	410.8
Other interest and dividends .....	8,938	8,200	84.5
Money-placed-in-trust income .....	4,533	14,309	42.8
Gains on trading securities .....	445	10,832	4.2
Gains on securities sold .....	52,274	134,350	494.5
Gains on securities redeemed .....	223	10	2.1
Gains on derivative financial instruments .....	—	71,299	—
Gains on foreign exchange .....	86	1,297	0.8
Other investment income .....	951	926	9.0
Gains on separate account assets investment .....	110,705	—	1,047.4
Other ordinary income:			
Annuity supplementary contract premiums .....	22,540	24,821	213.2
Benefits left to accumulate at interest .....	306,838	223,728	2,903.1
Reversal of reserves for outstanding claims .....	—	4,365	—
Reversal of liability reserves .....	524,766	526,345	4,965.1
Reversal of reserves for retirement benefits .....	42,082	11,327	398.1
Miscellaneous income .....	6,396	7,785	60.5
<b>TOTAL ORDINARY INCOME</b> .....	<b>¥4,909,271</b>	<b>¥5,070,274</b>	<b>\$46,449.7</b>
<b>ORDINARY EXPENSES</b>			
Insurance benefits paid and others:			
Claims paid .....	1,055,388	1,175,872	9,985.6
Annuities paid .....	278,260	258,995	2,632.7
Benefits on policies paid .....	691,319	795,210	6,541.0
Surrender benefits paid .....	1,138,887	904,942	10,775.7
Other refunds paid .....	396,592	342,602	3,752.4
Reinsurance premiums .....	3,705	3,123	35.0
Transfers to policy reserves:			
Reserves for outstanding claims .....	6,677	4,672	63.1
Interest on dividend reserves .....	393	1,321	3.7
Investment expenses and losses:			
Interest paid .....	4,344	4,081	41.1
Losses on money-placed-in-trust .....	55	—	0.5
Losses on trading securities .....	9,909	—	93.7
Losses on securities sold .....	85,589	198,222	809.8
Losses on securities appraised .....	16,844	256,508	159.3
Losses on securities redeemed .....	228	269	2.1
Expenses for derivative financial instruments .....	46,218	14,566	437.3
Losses on foreign exchange .....	436	207	4.1
Write-off of loans .....	34	418	0.3
Depreciation on real estate for rent .....	12,825	13,114	121.3
Other investment expenses .....	17,114	14,092	161.9
Losses on separate account assets investment .....	—	134,928	—
Operating expenses .....	451,016	450,290	4,267.3
Other ordinary expenses:			
Payments of benefits left to accumulate at interest .....	282,020	244,098	2,668.3
Taxes .....	26,251	27,259	248.3
Depreciation .....	27,551	29,044	260.6
Transfer to reserves for retirement benefits .....	—	3,019	—
Miscellaneous expenses .....	6,683	7,533	63.2
<b>TOTAL ORDINARY EXPENSES</b> .....	<b>¥4,558,347</b>	<b>¥4,884,397</b>	<b>\$43,129.4</b>

	Millions of Yen		Millions of U.S. Dollars*
	FY2003	FY2002	FY2003
ORDINARY PROFITS .....	<b>¥350,924</b>	¥185,877	<b>\$3,320.3</b>
Special profits:			
Gains on disposals of real estate and movables .....	<b>284</b>	2,596	<b>2.6</b>
Reversal of reserves for losses on sales of claims .....	<b>2</b>	0	<b>0.0</b>
Reversal of reserves for possible loan losses .....	<b>10,933</b>	17,938	<b>103.4</b>
Reversal of reserves for asset value fluctuations .....	<b>—</b>	43,601	<b>—</b>
Other special profits .....	<b>26,777</b>	—	<b>253.3</b>
Special losses:			
Losses on disposals of real estate and movables .....	<b>44,603</b>	31,341	<b>422.0</b>
Transfer to reserves for losses on sales of claims .....	<b>—</b>	0	<b>—</b>
Transfer to reserves for contingent liabilities .....	<b>28,465</b>	10,133	<b>269.3</b>
Transfer to reserves for asset value fluctuations .....	<b>63,967</b>	2,531	<b>605.2</b>
Losses on compressed entry of real estate .....	<b>279</b>	342	<b>2.6</b>
Donations for promotion of welfare .....	<b>406</b>	763	<b>3.8</b>
Amortization of transition amount for retirement benefits .....	<b>13,751</b>	31,723	<b>130.1</b>
Other special losses .....	<b>9,742</b>	59,640	<b>92.1</b>
NET SURPLUS BEFORE TAXES .....	<b>227,704</b>	113,537	<b>2,154.4</b>
Provision for corporate income taxes .....	<b>11,460</b>	50,059	<b>108.4</b>
Corporate income tax equivalent adjustment .....	<b>18,238</b>	(49,829)	<b>172.5</b>
NET SURPLUS FOR THE PERIOD .....	<b>198,005</b>	113,307	<b>1,873.4</b>
Surplus brought forward .....	<b>—</b>	8,536	<b>—</b>
Reversal of revaluation reserves of land .....	<b>(2,353)</b>	10,592	<b>(22.2)</b>
Reversal of fund for asset value fluctuations .....	<b>—</b>	26,628	<b>—</b>
Reversal of fund for retirement allowances .....	<b>1,395</b>	1,372	<b>13.2</b>
Reversal of fund for promotion of welfare .....	<b>406</b>	763	<b>3.8</b>
Transfer to reserves for compressed entry of real estate .....	<b>688</b>	—	<b>6.5</b>
UNAPPROPRIATED SURPLUS FOR THE PERIOD .....	<b>¥196,764</b>	¥161,202	<b>\$1,861.7</b>

\*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥105.69 to US\$1.00 prevailing on March 31, 2004.

## Supplementary Financial Information (Non-Consolidated Basis)

### 1. Outline of Life Insurance and Group Pension Business

#### 1-1. Life Insurance and Group Pensions in Force

	(Millions of Yen)	
	FY2003	FY2002
Individual life insurance .....	¥157,527,222	¥170,179,353
Individual annuities .....	11,439,315	11,722,352
Group life insurance .....	119,716,423	120,673,889
Group pensions* .....	7,413,737	7,829,634

\*Group pensions in force are the sum total of liability reserves for group pensions.

#### 1-2. Life Insurance and Group Pensions New Business

	(Millions of Yen)	
	FY2003	FY2002
Individual life insurance .....	¥12,685,050	¥15,786,702
Individual annuities .....	354,329	299,180
Group life insurance .....	8,565,354	5,567,097
Group pensions* .....	2,479	944

\*New business of group pensions is the sum total of first premiums.

#### 1-3. Premium Income

	(Millions of Yen)	
	FY2003	FY2002
Individual life insurance .....	¥1,495,106	¥1,651,766
Individual annuities .....	390,843	331,669
Group life insurance .....	384,178	383,832
Group pensions .....	966,867	1,051,714
TOTAL* .....	¥3,293,565	¥3,478,423

\*Total includes premium income from other types of insurance and annuities.

#### 1-4. Insurance Benefits Paid

	(Millions of Yen)					
	FY2003				FY2002	
	Individual life	Individual annuities	Group life	Group pensions	Total*	Total*
Claims paid:						
Death benefits .....	¥321,621	¥ 2,022	¥205,771	¥ —	¥533,864	¥554,492
Accidental death benefits .....	4,241	7	634	—	4,950	6,000
Disability benefits .....	19,803	74	10,309	—	30,188	28,008
Maturity benefits .....	438,761	20	16	39,625	480,474	580,896
Others .....	5,891	—	9	—	5,911	6,474
Annuities paid .....	23,973	84,881	19,341	146,242	278,260	258,995
Benefits on policies paid:						
Death benefits .....	997	10,386	5	3,308	14,937	13,930
Hospitalization benefits .....	48,157	1,650	548	—	52,104	54,752
Operation benefits .....	17,402	692	—	—	18,095	17,736
Injury benefits .....	893	4	64	—	979	1,052
Survivor benefits .....	130,511	3,063	—	—	137,116	144,004
Lump sum benefits .....	—	20	312	439,672	440,006	536,883
Others .....	24,203	106	—	3,669	28,079	26,849
Surrender benefits paid .....	376,487	134,778	4	593,811	1,138,887	904,942

\*Total includes insurance benefits paid to other types of insurance and annuities.

## 2. Outline of Investments (General Account)

### 2-1. Breakdown of Assets

	(Millions of Yen)	
	FY2003	FY2002
Cash, deposits and call loans .....	¥ 949,610	¥ 927,688
Repurchase account .....	—	107,980
Monetary claims bought .....	102,527	142,941
Money-placed-in-trust .....	9,934	371,867
Securities:		
Domestic bonds .....	7,357,373	7,164,609
Domestic stocks .....	3,378,989	2,712,702
Foreign securities:		
Foreign bonds .....	1,914,489	1,451,463
Foreign stocks .....	958,758	1,045,133
Others .....	121,495	139,945
Loans:		
Policy loans .....	443,196	464,907
Financial loans .....	7,522,286	7,999,243
Real estate .....	1,342,865	1,368,331
Deferred tax assets .....	108,427	424,354
Others .....	381,202	580,460
Reserves for possible loan losses .....	(15,934)	(31,418)
TOTAL .....	¥24,575,223	¥24,870,211
(Assets denominated in foreign currencies).....	¥ 2,267,015	¥ 2,255,635

### 2-2. Average Balances of Assets

	(Millions of Yen)	
	FY2003	FY2002
Cash, deposits and call loans .....	¥ 815,540	¥ 648,385
Repurchase account .....	39,000	33,414
Monetary claims bought .....	139,584	113,836
Money-placed-in-trust .....	273,249	377,746
Domestic bonds .....	7,280,697	6,734,641
Domestic stocks .....	2,643,373	3,299,220
Foreign securities:		
Foreign bonds .....	1,619,213	1,515,002
Foreign stocks .....	958,949	1,120,145
Loans .....	8,314,737	8,548,135
(Financial loans) .....	7,864,299	8,074,549
Real estate .....	1,368,600	1,424,626
TOTAL .....	¥24,393,266	¥24,846,784
(Overseas investments) .....	¥ 3,740,323	¥ 3,949,439

### 2-3. Investment Income and Gain

	(Millions of Yen)	
	FY2003	FY2002
Interest and dividends .....	¥540,689	¥557,817
Money-placed-in-trust income .....	4,533	14,309
Gains on trading securities .....	445	10,832
Gains on securities sold .....	52,274	134,350
Gains on securities redeemed.....	223	10
Gains on derivative financial instruments .....	—	71,299
Gains on foreign exchange .....	86	1,297
Others .....	951	926
TOTAL .....	¥599,203	¥790,843

### 2-4. Investment Expenses and Losses

	(Millions of Yen)	
	FY2003	FY2002
Interest paid .....	¥ 4,344	¥ 4,081
Losses on money-placed-in-trust .....	55	—
Losses on trading securities .....	9,909	—
Losses on securities sold .....	85,589	198,222
Losses on securities appraised .....	16,844	256,508
Losses on securities redeemed .....	228	269
Expenses for derivative financial instruments.....	46,218	14,566
Losses on foreign exchange .....	436	207
Write-off of loans .....	34	418
Depreciation of real estate for rent.....	12,825	13,114
Others .....	17,114	14,092
TOTAL .....	¥193,599	¥501,481

### 2-5. Net Investment Returns

	(%)	
	FY2003	FY2002
Cash, deposits and call loans .....	0.00	0.01
Repurchase account.....	0.02	0.04
Monetary claims bought .....	2.41	2.80
Money-placed-in-trust .....	1.15	3.75
Domestic bonds .....	1.40	2.18
Domestic stocks .....	(0.61)	(6.95)
Foreign securities:		
Foreign bonds .....	2.29	3.03
Foreign stocks .....	4.39	5.14
Loans .....	2.55	2.73
(Financial loans) .....	2.41	2.59
Real estate .....	1.46	1.74
TOTAL .....	1.66	1.16
(Overseas investments) .....	2.92	3.86



## 2-6. Breakdown of Securities Investment

	(Millions of Yen)	
	FY2003	FY2002
Domestic bonds:		
Government bonds .....	¥ 5,052,586	¥ 4,680,954
Municipal bonds .....	305,373	415,407
Corporate bonds .....	1,999,413	2,068,248
(Public corporation bonds) .....	776,067	860,301
Domestic stocks .....	3,378,989	2,712,702
Foreign securities:		
Foreign bonds .....	1,914,489	1,451,463
Foreign stocks .....	958,758	1,045,133
Others .....	121,495	139,945
<b>TOTAL .....</b>	<b>¥13,731,106</b>	<b>¥12,513,854</b>

## 2-7. Breakdown of Loans

	(Millions of Yen)	
	FY2003	FY2002
Policy loans .....	¥ 443,196	¥ 464,907
Financial loans:		
(Overseas loans) .....	754,891	894,753
Corporate loans .....	6,070,464	6,339,003
(to domestic corporations) .....	5,796,611	5,985,543
Loans to governments and supranationals .....	364,379	409,542
Loans to public organizations .....	439,571	491,567
Housing loans .....	330,420	423,327
Consumer loans .....	311,754	315,791
Others .....	5,694	20,011
<b>TOTAL .....</b>	<b>¥7,965,483</b>	<b>¥8,464,151</b>

## \*Securities and Others with Market Value

	(Millions of Yen)				
	FY2003				
	Book value	Market value	Equivalent of net unrealized gains	Equivalent of gross unrealized gains	Equivalent of gross unrealized losses
Domestic bonds .....	¥ 7,332,586	¥ 7,478,030	¥ 145,444	¥ 188,878	¥ 43,434
Domestic stocks .....	2,315,635	3,143,900	828,265	867,032	38,767
Foreign securities:					
Foreign bonds .....	1,870,606	1,915,075	44,469	78,705	34,236
Foreign stocks .....	660,534	722,313	61,778	124,122	62,344
Other securities .....	85,103	94,293	9,189	12,196	3,006
Others** .....	65,208	65,241	32	238	205
<b>TOTAL .....</b>	<b>¥12,329,674</b>	<b>¥13,418,854</b>	<b>¥1,089,179</b>	<b>¥1,271,172</b>	<b>¥181,993</b>

\* The above table shows information regarding securities and other instruments with market price. Trading securities are not included.

\*\* Others include those instruments treated as securities regulated by the Securities and Exchange Law, such as monetary claims bought.

	(Millions of Yen)				
	FY2002				
	Book value	Market value	Equivalent of net unrealized gains	Equivalent of gross unrealized gains	Equivalent of gross unrealized losses
Domestic bonds .....	¥ 7,085,367	¥ 7,467,896	¥382,528	¥383,211	¥ 682
Domestic stocks .....	2,440,679	2,388,566	(52,113)	216,384	268,497
Foreign securities:					
Foreign bonds .....	1,353,221	1,457,577	104,356	113,513	9,157
Foreign stocks .....	796,304	809,869	13,564	65,744	52,179
Other securities .....	103,519	101,979	(1,540)	3,254	4,794
Others** .....	91,861	92,072	211	466	254
<b>TOTAL .....</b>	<b>¥11,870,953</b>	<b>¥12,317,962</b>	<b>¥447,008</b>	<b>¥782,575</b>	<b>¥335,567</b>

\* The above table shows information regarding securities and other instruments with market price. Trading securities are not included.

\*\* Others include those instruments treated as securities regulated by the Securities and Exchange Law, such as monetary claims bought.

## 2-8. Distribution of Foreign Securities Investment and Overseas Loans

(Millions of Yen)

	FY2003				FY2002			
	Foreign securities			Overseas loans	Foreign securities			Overseas loans
	Total	Bonds	Stocks		Total	Bonds	Stocks	
North America .....	¥1,145,874	¥1,062,604	¥ 83,270	¥155,088	¥ 800,102	¥ 716,010	¥ 84,091	¥200,099
Europe .....	837,507	532,741	304,765	300,659	673,384	356,387	316,997	352,384
Oceania .....	22,328	22,328	—	59,050	16,477	16,477	—	82,820
Asia .....	17,244	8,915	8,329	64,958	17,299	6,959	10,339	70,723
Latin America .....	828,986	266,593	562,392	12,845	963,031	329,326	633,704	11,568
Middle East .....	—	—	—	—	—	—	—	—
Africa .....	1,042	1,042	—	5,102	1,043	1,043	—	5,495
Supranationals .....	20,262	20,262	—	157,187	25,257	25,257	—	171,662
<b>TOTAL .....</b>	<b>¥2,873,247</b>	<b>¥1,914,489</b>	<b>¥958,758</b>	<b>¥754,891</b>	<b>¥2,496,596</b>	<b>¥1,451,463</b>	<b>¥1,045,133</b>	<b>¥894,753</b>

## 3. Non-performing Loans

(Millions of Yen)

	FY2003	FY2002
Loans to bankrupt borrowers .....	¥ 1,158	¥ 2,178
Past due loans .....	10,847	18,697
Loans past due three months or more .....	23	—
Restructured loans .....	35,180	11,608
<b>TOTAL .....</b>	<b>¥47,210</b>	<b>¥32,484</b>
Non-performing loans/total loans .....	<b>0.59%</b>	0.38%

## 4. Outline of Reserves

### 4-1. Liability Reserves

(Millions of Yen)

	FY2003	FY2002
Liability reserves:		
Individual life insurance .....	¥ 9,369,334	¥ 9,761,832
Individual annuities .....	4,444,313	4,169,528
Group life insurance .....	162,135	161,584
Group pensions .....	7,413,737	7,829,634
Others .....	271,692	275,790
Reserves for contingencies .....	439,958	427,568
<b>TOTAL .....</b>	<b>¥22,101,172</b>	<b>¥22,625,939</b>

### 4-2. Other Reserves

(Millions of Yen)

	FY2003	FY2002
Reserves for possible loan losses:		
General reserves for possible loan losses .....	¥ 10,013	¥ 22,814
Specific reserves for possible loan losses .....	5,921	8,600
Specific reserves for country risk .....	0	3
Reserves for retirement benefits .....	78,518	164,173
Reserves for losses on sales of claims .....	25	27
Reserves for contingent liabilities .....	59,316	32,429
Reserves for asset value fluctuations .....	162,858	98,890

# Consolidated Financial Statements

## Meiji Yasuda Life Insurance Company and Consolidated Subsidiaries

### Consolidated Balance Sheet

As of March 31, 2004 and 2003

	Millions of Yen		Millions of U.S. Dollars*
	FY2003	FY2002	FY2003
<b>ASSETS</b>			
Cash and deposits .....	¥ 342,240	¥ 396,915	\$ 3,238.1
Call loans .....	700,000	644,800	6,623.1
Repurchase account .....	—	107,980	—
Monetary claims bought .....	102,527	143,441	970.0
Money-placed-in-trust .....	9,934	371,867	93.9
Securities .....	14,391,767	13,251,894	136,169.6
Loans .....	7,960,959	8,461,186	75,323.6
Real estate and movables .....	1,406,097	1,439,884	13,303.9
Agency account receivable .....	1,379	1,826	13.0
Reinsurance account receivable .....	3,369	3,936	31.8
Other assets .....	385,054	584,889	3,643.2
Deferred tax assets .....	107,337	428,579	1,015.5
Customers' liabilities for acceptances and guarantees .....	123	1,027	1.1
Reserves for possible loan losses .....	(15,404)	(30,174)	(145.7)
<b>TOTAL ASSETS</b> .....	<b>¥25,395,388</b>	<b>¥25,808,054</b>	<b>\$240,281.8</b>
<b>LIABILITIES AND SURPLUS</b>			
(Liabilities)			
Policy reserves:			
Reserves for outstanding claims .....	¥ 185,217	¥ 177,519	\$ 1,752.4
Liability reserves .....	22,168,908	22,700,591	209,754.0
Reserves for policyholder dividends .....	494,878	562,328	4,682.3
Agency account payable .....	6	14	0.0
Reinsurance account payable .....	3,155	3,693	29.8
Corporate bonds .....	9,723	11,058	92.0
Other liabilities .....	896,352	1,324,722	8,480.9
Reserves for retirement benefits .....	79,128	165,430	748.6
Reserves for losses on sales of claims .....	25	27	0.2
Reserves for contingent liabilities .....	59,316	32,429	561.2
Reserves for asset value fluctuations .....	163,284	99,491	1,544.9
Deferred tax liabilities .....	1,440	2,824	13.6
Deferred tax liabilities on revaluation of land .....	43,062	41,727	407.4
Acceptances and guarantees .....	123	1,027	1.1
<b>TOTAL LIABILITIES</b> .....	<b>24,104,623</b>	<b>25,122,886</b>	<b>228,069.0</b>
<b>MINORITY INTERESTS</b> .....	<b>6,310</b>	<b>8,542</b>	<b>59.7</b>
(Surplus)			
Foundation funds .....	190,000	190,000	1,797.7
Reserves with amortization of foundation funds .....	160,000	160,000	1,513.8
Revaluation surplus reserves .....	452	452	4.2
Consolidated surplus .....	259,928	170,540	2,459.3
Revaluation reserves for land .....	76,059	73,707	719.6
Net unrealized gains on investments .....	613,539	88,079	5,805.0
Currency translation adjustment .....	(15,526)	(6,156)	(146.9)
<b>TOTAL SURPLUS</b> .....	<b>1,284,454</b>	<b>676,625</b>	<b>12,153.0</b>
<b>TOTAL LIABILITIES, MINORITY INTERESTS AND SURPLUS</b> .....	<b>¥25,395,388</b>	<b>¥25,808,054</b>	<b>\$240,281.8</b>

\*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥105.69 to US\$1.00 prevailing on March 31, 2004.

# Consolidated Statement of Operations and Surplus

For the years ended March 31, 2004 and 2003

	Millions of Yen		Millions of U.S. Dollars*
	FY2003	FY2002	FY2003
<b>ORDINARY INCOME</b>			
Premium income and reinsurance refunds .....	<b>¥3,343,514</b>	¥3,533,096	<b>\$31,635.1</b>
Investment income and gain:			
Interest and dividends .....	<b>548,826</b>	563,708	<b>5,192.7</b>
Money-placed-in-trust income .....	<b>4,494</b>	14,910	<b>42.5</b>
Gains on trading securities .....	<b>—</b>	10,832	<b>—</b>
Gains on securities sold .....	<b>55,645</b>	134,885	<b>526.4</b>
Gains on securities redeemed .....	<b>223</b>	10	<b>2.1</b>
Gains on derivative financial instruments .....	<b>—</b>	71,299	<b>—</b>
Gains on foreign exchange .....	<b>—</b>	1,288	<b>—</b>
Other investment income .....	<b>3,215</b>	24,923	<b>30.4</b>
Gains on separate account assets investment .....	<b>110,705</b>	—	<b>1,047.4</b>
Other ordinary income .....	<b>910,658</b>	803,404	<b>8,616.3</b>
<b>TOTAL ORDINARY INCOME</b> .....	<b>4,977,282</b>	5,158,359	<b>47,093.2</b>
<b>ORDINARY EXPENSES</b>			
Insurance benefits paid and others:			
Claims paid .....	<b>1,078,708</b>	1,206,375	<b>10,206.3</b>
Annuities paid .....	<b>278,571</b>	259,366	<b>2,635.7</b>
Benefits on policies paid .....	<b>692,910</b>	796,845	<b>6,556.0</b>
Surrender benefits paid .....	<b>1,140,474</b>	907,158	<b>10,790.7</b>
Other refunds paid and expenses .....	<b>400,304</b>	346,941	<b>3,787.5</b>
Transfers to policy reserves:			
Reserves for outstanding claims .....	<b>7,848</b>	5,241	<b>74.2</b>
Interest on dividend reserves .....	<b>393</b>	1,321	<b>3.7</b>
Investment expenses and losses:			
Interest paid .....	<b>5,198</b>	5,425	<b>49.1</b>
Losses on trading securities .....	<b>9,463</b>	—	<b>89.5</b>
Losses on securities sold .....	<b>85,660</b>	198,268	<b>810.4</b>
Losses on securities appraised .....	<b>16,564</b>	256,908	<b>156.7</b>
Losses on securities redeemed .....	<b>228</b>	270	<b>2.1</b>
Expenses for derivative financial instruments .....	<b>46,218</b>	14,566	<b>437.3</b>
Losses on foreign exchange .....	<b>317</b>	278	<b>3.0</b>
Write-off of loans .....	<b>34</b>	418	<b>0.3</b>
Depreciation on real estate for rent .....	<b>13,892</b>	15,113	<b>131.4</b>
Other investment expenses .....	<b>19,332</b>	17,179	<b>182.9</b>
Losses on separate account assets investment.....	<b>—</b>	134,928	<b>—</b>
Operating expenses .....	<b>472,281</b>	471,186	<b>4,468.5</b>
Other ordinary expenses .....	<b>351,091</b>	318,276	<b>3,321.9</b>
<b>TOTAL ORDINARY EXPENSES</b> .....	<b>4,619,494</b>	4,956,069	<b>43,707.9</b>
<b>ORDINARY PROFITS</b> .....	<b>357,788</b>	202,290	<b>3,385.2</b>
Special profits:			
Gains on disposals of real estate and movables .....	<b>19,634</b>	1,858	<b>185.7</b>
Reversal of reserves for losses on sales of claims .....	<b>2</b>	0	<b>0.0</b>
Reversal of reserves for possible loan losses .....	<b>10,222</b>	17,581	<b>96.7</b>
Reversal of reserves for asset value fluctuations .....	<b>—</b>	43,591	<b>—</b>
Other special profits .....	<b>26,823</b>	—	<b>253.7</b>
Special losses:			
Losses on disposals of real estate and movables .....	<b>38,410</b>	39,128	<b>363.4</b>
Transfer to reserves for losses on sales of claims .....	<b>—</b>	0	<b>—</b>
Transfer to reserves for contingent liabilities .....	<b>28,465</b>	10,133	<b>269.3</b>
Transfer to reserves for asset value fluctuations .....	<b>63,851</b>	2,518	<b>604.1</b>
Losses on compressed entry of real estate .....	<b>279</b>	342	<b>2.6</b>
Donations for promotion of welfare .....	<b>406</b>	763	<b>3.8</b>
Amortization of transition amount for retirement benefits .....	<b>13,769</b>	31,725	<b>130.2</b>
Other special losses .....	<b>9,338</b>	60,074	<b>88.3</b>
<b>NET SURPLUS BEFORE TAXES</b> .....	<b>259,948</b>	120,636	<b>2,459.5</b>
Provision for corporate income taxes .....	<b>12,525</b>	51,634	<b>118.5</b>
Corporate income tax equivalent adjustment .....	<b>29,281</b>	(45,063)	<b>277.0</b>
Minority interests .....	<b>(1,452)</b>	(1,416)	<b>(13.7)</b>
<b>NET SURPLUS FOR THE PERIOD</b> .....	<b>¥ 219,594</b>	¥115,481	<b>\$ 2,077.7</b>

\*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥105.69 to US\$1.00 prevailing on March 31, 2004.

## Consolidated Statement of Surplus

For the years ended March 31, 2004 and 2003

	Millions of Yen		Millions of U.S. Dollars*
	FY2003	FY2002	FY2003
Consolidated surplus at the beginning of the period .....	¥170,540	¥157,088	\$1,613.5
Increase in consolidated surplus:			
Net surplus for the period .....	219,594	115,481	2,077.7
Change of scope of consolidation .....	193	—	1.8
Reversal of revaluation reserves of land .....	—	10,592	—
Decrease in consolidated surplus:			
Transfer to reserves for policyholder dividends .....	120,441	90,318	1,139.5
Transfer to reserves with amortization of foundation funds .....	—	20,000	—
Interest on foundation funds .....	2,392	2,065	22.6
Bonuses for directors and auditors .....	—	24	—
Change of scope of consolidation .....	0	—	0.0
Change of scope of consolidation and equity method investees .....	5,210	213	49.3
Reversal of revaluation reserves of land .....	2,353	—	22.2
<b>CONSOLIDATED SURPLUS AT THE END OF THE PERIOD .....</b>	<b>¥259,928</b>	<b>¥170,540</b>	<b>\$2,459.3</b>

\*Figures in U.S. dollars, shown for reference only, are converted using the rate of ¥105.69 to US\$1.00 prevailing on March 31, 2004.

Note: Consolidated companies include Meiji General Insurance Co., Ltd., The Yasuda General Insurance Co., Ltd., Yasuda Direct General Insurance Co., Ltd., MEIJI Dresdner Asset Management Co., Ltd., Yasuda Asset Management Co., Ltd., Meiji Yasuda System Technology Co., Ltd., Wellness Care Network Co., Ltd., Pacific Guardian Life Insurance Co., Ltd., Meiji Yasuda Realty USA, Inc., Meiji Yasuda Properties UK, Ltd., and Meiji Yasuda Realty UK, Ltd.