[Attachment]

Explanatory Material for Business Results for the Year Ended March 31, 2021

May 20, 2021

MS&AD Insurance Group Holdings, Inc.

This document has been translated from the Japanese original solely for reference purposes, and the Japanese original shall prevail if any discrepancy is identified.

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1. Summary of Consolidated Business Results

(1) Consolidated Business Results

(Yen in 100 millions)

	Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
					%
Net premiums written (non-life insurance)	1	35,737	**35,009**	**(727)**	**(2.0)**
Mitsui Sumitomo Insurance	2	15,479	**15,595**	**116**	**0.8**
Aioi Nissay Dowa Insurance	3	12,767	**12,814**	**46**	**0.4**
Simple sum	4	28,247	**28,409**	**162**	**0.6**
Mitsui Direct General Insurance	5	363	**364**	**1**	**0.3**
Overseas insurance subsidiaries	6	7,119	**6,235**	**(883)**	**(12.4)**
Insurance premiums (domestic life insurance)	7	13,934	**12,973**	**(960)**	**(6.9)**
Mitsui Sumitomo Aioi Life Insurance	8	5,212	**5,119**	**(93)**	**(1.8)**
Mitsui Sumitomo Primary Life Insurance	9	8,721	**7,854**	**(867)**	**(9.9)**
Ordinary profit	10	1,577	**3,065**	**1,488**	**94.4**
Net income attributable to owners of the parent	11	1,430	**1,443**	**13**	**1.0**
Mitsui Sumitomo Insurance	12	940	**922**	**(18)**	**(2.0)**
Aioi Nissay Dowa Insurance	13	447	**216**	**(231)**	**(51.7)**
Simple sum	14	1,388	**1,138**	**(250)**	**(18.0)**
Mitsui Direct General Insurance	15	1	**8**	**7**	**514.4**
Mitsui Sumitomo Aioi Life Insurance	16	75	**119**	**44**	**58.8**
Mitsui Sumitomo Primary Life Insurance	17	203	**431**	**228**	**112.3**
Overseas insurance subsidiaries	18	361	**(31)**	**(393)**	**(108.8)**
Others, consolidation adjustments, etc.	19	(599)	**(221)**	**377**	**-**
One-time amortization of goodwill related to an affiliate	20	(366)	**-**	**366**	**-**
Provision/reversal of reserve for losses on sales of shares of subsidiaries and associates	21	(169)	**81**	**250**	**-**

(Note) Items 12 to 18 represent the net income or loss on a non-consolidated basis after taking into account the Company's ownership interests in its subsidiaries.

(Supplement 1) Incurred Losses Caused by the Spread of COVID-19

(Yen in 100 millions)

	Items	**Year ended March 31, 2021**
Total	22	**658**
Mitsui Sumitomo Insurance	23	**52**
Aioi Nissay Dowa Insurance	24	**167**
Overseas insurance subsidiaries	25	**438**

(Note) The amounts include incurred losses of profit insurance (fire and allied insurance), guarantee and credit insurance, and event cancellation insurance, etc.

(Supplement 2) Incurred Losses Caused by Natural Disasters in Japan, Excluding Residential Earthquake Insurance, of Two Main Consolidated Domestic Non-Life Insurance Subsidiaries

(Yen in 100 millions)

	Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**
Total	26	1,305	**711**	**(593)**
Mitsui Sumitomo Insurance	27	711	**427**	**(283)**
Aioi Nissay Dowa Insurance	28	594	**283**	**(310)**

(Supplement 3) Incurred Losses Caused by Overseas Natural Disasters

(Yen in 100 millions)

	Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**
Total	29	197	**537**	**340**
Aioi Nissay Dowa Insurance	30	84	**165**	**80**
Overseas insurance subsidiaries (MS Amlin)	31	112	**230**	**118**
Other subsidiaries	32	-	**21**	**21**
Consolidation adjustments	33	-	**120**	**120**

(Notes) 1. The scope of aggregation for overseas natural disasters is determined on the basis of internal management.
2. Consolidation adjustments are the amounts of additional entries related to North American winter storm in February 2021 which occurred at overseas insurance subsidiaries (fiscal year end: December 31) in the first quarter of 2021.

(2) Business Results of Domestic Non-Life Insurance Subsidiaries (Simple Sum of Two Main Consolidated Subsidiaries)

The figures in the tables below are presented as simple sum of Mitsui Sumitomo Insurance Co., Ltd. and Aioi Nissay Dowa Insurance Co., Ltd.

(Yen in 100 millions)

		Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
(+)	Net premiums written	1	28,247	**28,409**	**162**	**% 0.6**
(-)	Net claims paid	2	16,133	**15,153**	**(979)**	**(6.1)**
(-)	Loss adjustment expenses	3	1,573	**1,682**	**108**	**6.9**
(-)	Commissions and collection expenses	4	5,301	**5,531**	**230**	**4.4**
(-)	Operating expenses and general and administrative expenses for underwriting	5	4,056	**4,050**	**(6)**	**(0.2)**
	Underwriting profit before movements in reserves	6	1,182	**1,991**	**809**	**68.5**
(-)	Movement in outstanding claims	7	(224)	**569**	**793**	**-**
(-)	Movement in ordinary underwriting reserves	8	1,068	**833**	**(235)**	**(22.0)**
(+)	Other	9	80	**178**	**98**	**123.1**
	Underwriting profit before movement in catastrophe reserve	10	418	**767**	**349**	**83.5**
(-)	Movement in catastrophe reserve	11	333	**653**	**319**	**95.9**
	Underwriting profit	12	84	**114**	**29**	**34.8**
(+)	Interest and dividends income	13	1,613	**1,537**	**(75)**	**(4.7)**
(-)	Transfer of investment income on deposit premiums from policyholders	14	452	**417**	**(34)**	**(7.6)**
	Net interest and dividends income (item 13 - item 14)	15	1,160	**1,119**	**(41)**	**(3.5)**
(+)	Gains/(losses) on sales of securities	16	859	**672**	**(187)**	**(21.8)**
(-)	Impairment losses on securities	17	319	**18**	**(300)**	**(94.2)**
(+)	Other	18	(208)	**(111)**	**97**	**-**
	Investment profit	19	1,492	**1,662**	**169**	**11.4**
(+)	Other ordinary profit/(loss)	20	(99)	**(135)**	**(35)**	**-**
	Ordinary profit	21	1,477	**1,640**	**163**	**11.1**
(+)	Extraordinary income/(losses):	22	(1,463)	**(70)**	**1,393**	**-**
	Gains/(losses) on reserve for price fluctuation	23	402	**(59)**	**(462)**	**(114.7)**
	Losses on valuation of shares of subsidiaries and associates	24	(1,863)	**-**	**1,863**	**-**
	Income before income taxes	25	13	**1,570**	**1,557**	**11,397.0**
(-)	Income taxes	26	(1,374)	**432**	**1,807**	**-**
	Net income	27	1,388	**1,138**	**(250)**	**(18.0)**

Ratios	Net loss ratio	Note 1	28	62.7 %	**59.3 %**	**(3.4) %**	
	Net expense ratio	Note 2	29	33.1 %	**33.7 %**	**0.6 %**	
	Combined ratio	Note 3	30	95.8 %	**93.0 %**	**(2.8) %**	

Incurred losses (including loss adjustment expenses)	Note 4, 5	31	14,991	**15,091**	**99**	**0.7**
EI loss ratio	Note 4, 6	32	61.7 %	**60.5 %**	**(1.2) %**	

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100
3. Combined ratio = net loss ratio + net expense ratio
4. The calculation is exclusive of residential earthquake insurance and CALI*.
* CALI stands for compulsory automobile liability insurance, and the same hereinafter.
5. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
6. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(3) Business Results of Domestic Life Insurance Subsidiaries

1. Mitsui Sumitomo Aioi Life Insurance Co., Ltd.

(Yen in 100 millions)

	Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
Amount of new policies(Note)	1	20,684	**17,690**	**(2,994)**	**(14.5) %**
Annualized premiums of new policies	2	293	**262**	**(31)**	**(10.6) %**
Amount of policies in force(Note)	3	244,580	**242,669**	**(1,910)**	**(0.8) %**
Annualized premiums for policies in force	4	4,481	**4,479**	**(1)**	**(0.0) %**
Insurance premiums	5	5,212	**5,119**	**(93)**	**(1.8) %**
Ordinary profit	6	186	**256**	**69**	**37.3 %**
Extraordinary income/(losses)	7	(9)	**(14)**	**(4)**	**-**
Net income	8	75	**119**	**44**	**58.8 %**

(Note) The figures represent the total sum of individual insurance and individual annuities.

2. Mitsui Sumitomo Primary Life Insurance Co., Ltd.

(Yen in 100 millions)

	Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
Amount of new policies(Note)	1	8,827	**7,882**	**(944)**	**(10.7) %**
Amount of policies in force(Note)	2	65,140	**65,958**	**818**	**1.3 %**
Insurance premiums	3	8,721	**7,854**	**(867)**	**(9.9) %**
Ordinary profit	4	314	**1,600**	**1,286**	**408.9 %**
Extraordinary income/(losses)	5	(35)	**(1,005)**	**(970)**	**-**
Net income	6	203	**431**	**228**	**112.3 %**

(Note) The figures represent the total sum of individual insurance and individual annuities.

(4) Business Results of Overseas Insurance Subsidiaries

(Yen in 100 millions)

	Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
					%
Net premiums written	1	7,119	**6,235**	**(883)**	**(12.4)**
Asia	2	1,796	**1,693**	**(102)**	**(5.7)**
Europe	3	4,879	**4,133**	**(746)**	**(15.3)**
Americas	4	442	**407**	**(34)**	**(7.8)**
Net income/(loss) attributable to owners of the parent	5	361	**(31)**	**(393)**	**(108.8)**
Asia	6	178	**239**	**60**	**33.8**
Europe	7	48	**(311)**	**(359)**	**(743.9)**
Americas	8	29	**42**	**13**	**44.2**
International life insurance	9	104	**(2)**	**(107)**	**(102.3)**

2. Non-Consolidated Business Results of Mitsui Sumitomo Insurance Co., Ltd.

(1) Business Results

(Yen in 100 millions)

		Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
						%
(+)	Net premiums written	1	15,479	**15,595**	**116**	**0.8**
(-)	Net claims paid	2	8,886	**8,353**	**(532)**	**(6.0)**
(-)	Loss adjustment expenses	3	906	**969**	**63**	**7.0**
(-)	Commissions and collection expenses	4	2,783	**2,919**	**136**	**4.9**
(-)	Operating expenses and general and administrative expenses for underwriting	5	2,163	**2,186**	**23**	**1.1**
	Underwriting profit before movements in reserves	6	739	**1,165**	**426**	**57.7**
(-)	Movement in outstanding claims	7	(135)	**337**	**473**	**-**
(-)	Movement in ordinary underwriting reserves	8	631	**314**	**(316)**	**(50.1)**
(+)	Other	9	52	**46**	**(5)**	**(11.4)**
	Underwriting profit before movement in catastrophe reserve	10	296	**559**	**263**	**89.0**
(-)	Movement in catastrophe reserve	11	222	**320**	**97**	**43.9**
	Underwriting profit	12	73	**239**	**165**	**225.3**
(+)	Interest and dividends income	13	1,019	**988**	**(30)**	**(3.0)**
(-)	Transfer of investment income on deposit premiums from policyholders	14	301	**280**	**(20)**	**(6.9)**
	Net interest and dividends income (item 13 - item 14)	15	718	**708**	**(10)**	**(1.4)**
(+)	Gains/(losses) on sales of securities	16	538	**497**	**(41)**	**(7.6)**
(-)	Impairment losses on securities	17	208	**9**	**(199)**	**(95.7)**
(+)	Other	18	(108)	**(17)**	**90**	**-**
	Investment profit	19	939	**1,178**	**239**	**25.5**
(+)	Other ordinary profit/(loss)	20	(121)	**(101)**	**19**	**-**
	Ordinary profit	21	891	**1,316**	**424**	**47.7**
(+)	Extraordinary income/(losses):	22	(1,281)	**6**	**1,287**	**-**
	Gains/(losses) on reserve for price fluctuation	23	569	**(41)**	**(611)**	**(107.2)**
	Losses on valuation of shares of subsidiaries and associates	24	(1,863)	**-**	**1,863**	**-**
	Income/(loss) before income taxes	25	(389)	**1,322**	**1,712**	**-**
(-)	Income taxes	26	(1,330)	**400**	**1,731**	**-**
	Net income	27	940	**922**	**(18)**	**(2.0)**

Ratios	Net loss ratio	Note 1	28	63.3 %	**59.8 %**	**(3.5) %**	
	Net expense ratio	Note 2	29	32.0 %	**32.7 %**	**0.7 %**	
	Combined ratio	Note 3	30	95.3 %	**92.5 %**	**(2.8) %**	
	Interest and dividends income yield		31	1.94 %	**1.95 %**	**0.01 %**	
	Investment profit yield	Note 4	32	2.53 %	**3.05 %**	**0.52 %**	

Incurred losses (including loss adjustment expenses)		Note 5, 6	33	8,301	**8,394**	**92**	**1.1**
	EI loss ratio	Note 5, 7	34	61.8 %	**60.8 %**	**(1.0) %**	

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100
3. Combined ratio = net loss ratio + net expense ratio
4. Total investment yield (including unrealized gains and losses): (2.36)% for the year ended March 31, 2020, and 11.00% for the year ended March 31, 2021
5. The calculation is exclusive of residential earthquake insurance and CALI.
6. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
7. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

(2) Premiums written

(Yen in 100 millions)

	Net premiums written				Direct premiums written (excluding deposit premiums from policyholders)			
	Year ended March 31, 2020		**Year ended March 31, 2021**		Year ended March 31, 2020		**Year ended March 31, 2021**	
	Amount	Change ratio	**Amount**	**Change ratio**	Amount	Change ratio	**Amount**	**Change ratio**
		%		**%**		%		**%**
Fire and allied	2,060	3.6	**2,333**	**13.3**	3,244	9.8	**3,504**	**8.0**
Marine	619	(0.6)	**530**	**(14.3)**	847	2.3	**776**	**(8.4)**
Personal accident	1,466	(3.1)	**1,457**	**(0.6)**	1,570	(2.3)	**1,481**	**(5.7)**
Voluntary automobile	6,703	2.0	**6,834**	**2.0**	6,763	1.9	**6,906**	**2.1**
CALI	1,838	3.2	**1,573**	**(14.4)**	1,692	(0.2)	**1,436**	**(15.2)**
Other	2,790	5.4	**2,866**	**2.7**	3,281	6.4	**3,481**	**6.1**
Total	15,479	2.3	**15,595**	**0.8**	17,400	3.5	**17,585**	**1.1**

(3) Net claims paid

(Yen in 100 millions)

	Year ended March 31, 2020			**Year ended March 31, 2021**			
	Amount	Change ratio	Net loss ratio	**Amount**	**Change ratio**	**Net loss ratio**	**Change**
		%	%		**%**	**%**	**%**
Fire and allied	1,607	(20.8)	80.8	**1,437**	**(10.6)**	**63.8**	**(17.0)**
Marine	360	11.7	60.9	**347**	**(3.6)**	**68.1**	**7.2**
Personal accident	709	(0.6)	53.0	**673**	**(5.0)**	**50.2**	**(2.8)**
Voluntary automobile	3,474	1.3	60.4	**3,187**	**(8.3)**	**56.5**	**(3.9)**
CALI	1,256	(5.5)	75.2	**1,166**	**(7.2)**	**81.6**	**6.4**
Other	1,477	15.0	55.3	**1,541**	**4.3**	**55.8**	**0.5**
Total	8,886	(2.4)	63.3	**8,353**	**(6.0)**	**59.8**	**(3.5)**

(Note) Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

(Reference) Incurred losses caused by natural disasters in Japan

(Yen in 100 millions)

	Year ended March 31, 2020			**Year ended March 31, 2021**		
	Incurred losses	Net claims paid	Outstanding claims	**Incurred losses**	**Net claims paid**	**Outstanding claims**
Fire and allied	585	537	47	**384**	**330**	**54**
Voluntary automobile	48	59	(11)	**15**	**23**	**(7)**
Other	77	46	30	**27**	**22**	**4**
Total	711	643	67	**427**	**376**	**51**

(Note) The above table describes losses caused by natural disasters in Japan, which exclude residential earthquake insurance, incurred during the respective period.

(4) Expenses

<Company expenses>

(Yen in 100 millions)

	Items	Year ended March 31, 2020			**Year ended March 31, 2021**		
		Amount	Change	Change ratio	**Amount**	**Change**	**Change ratio**
				%			**%**
Personnel expenses	1	1,648	(25)	(1.5)	**1,635**	**(12)**	**(0.8)**
Non-personnel expenses	2	1,422	91	6.9	**1,525**	**102**	**7.2**
Taxes and contributions	3	128	4	3.6	**131**	**2**	**2.3**
Total	4	3,199	70	2.2	**3,292**	**92**	**2.9**

(Note) Total = loss adjustment expenses + operating expenses and general and administrative expenses

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Year ended March 31, 2020			**Year ended March 31, 2021**		
		Amount	Change	Change ratio	**Amount**	**Change**	**Change ratio**
				%			**%**
Operating expenses and general and administrative expenses	5	2,163	51	2.4	**2,186**	**23**	**1.1**
Commissions and collection expenses	6	2,783	129	4.9	**2,919**	**136**	**4.9**
Total	7	4,946	180	3.8	**5,106**	**159**	**3.2**
Net expense ratio	8	32.0 %	0.5 %		**32.7 %**	**0.7 %**	

(5) Outstanding claims

(Yen in 100 millions)

	March 31, 2020		**March 31, 2021**	
	Balance	Movement	**Balance**	**Movement**
Fire and allied	918	(179)	**1,292**	**369**
Marine	297	(5)	**245**	**(54)**
Personal accident	442	11	**436**	**(6)**
Voluntary automobile	2,418	(91)	**2,368**	**(50)**
CALI	447	(25)	**411**	**(36)**
Other	1,767	153	**1,932**	**115**
Total	6,292	(135)	**6,687**	**337**

(Notes) 1.Movement for the year ended March 31, 2020 is not consistent with the change from the balance on March 31, 2019 mainly due to the effect of long-term third sector insurance contracts transferred to Mitsui Sumitomo Aioi Life Insurance Co., Ltd.
2.Movement for the year ended March 31, 2021 is not consistent with the change from the balance on March 31, 2020 due to the effect of insurance contracts transferred from MSIG Insurance Europe AG.

(6) Incurred losses (including loss adjustment expenses) and EI loss ratio

(Yen in 100 millions)

	Year ended March 31, 2020		**Year ended March 31, 2021**			
	Incurred losses (including loss adjustment expenses)	EI loss ratio	**Incurred losses (including loss adjustment expenses)**	**Change**	**EI loss ratio**	**Change**
		%			%	%
Fire and allied	1,486	77.0	**1,837**	**351**	**85.5**	**8.5**
Marine	371	59.8	**307**	**(63)**	**56.2**	**(3.6)**
Personal accident	788	53.2	**726**	**(62)**	**48.7**	**(4.5)**
Voluntary automobile	3,957	59.4	**3,807**	**(149)**	**55.9**	**(3.5)**
Other	1,697	62.1	**1,714**	**17**	**61.1**	**(1.0)**
Total	8,301	61.8	**8,394**	**92**	**60.8**	**(1.0)**

(Notes) 1. The calculation is exclusive of residential earthquake insurance and CALI.
2. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
3. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(7) Underwriting reserves

(Yen in 100 millions)

		March 31, 2021				
		Total underwriting reserves	**Ordinary underwriting reserves**	**Reserve for refunds and dividends to policyholders**	**Catastrophe reserve**	**Contingency reserve**
Fire and allied	Balance	**8,019**	**6,720**	**289**	**1,009**	**-**
	Movement	**(108)**	**148**	**(267)**	**10**	**-**
Marine	Balance	**1,077**	**276**	**-**	**800**	**-**
	Movement	**(13)**	**(0)**	**-**	**(12)**	**-**
Personal accident	Balance	**10,117**	**595**	**8,726**	**794**	**-**
	Movement	**(426)**	**73**	**(546)**	**46**	**-**
Voluntary automobile	Balance	**3,259**	**2,062**	**-**	**1,197**	**-**
	Movement	**237**	**18**	**-**	**218**	**-**
CALI	Balance	**2,843**	**2,843**	**-**	**-**	**-**
	Movement	**34**	**34**	**-**	**-**	**-**
Other	Balance	**5,321**	**2,844**	**512**	**1,964**	**-**
	Movement	**45**	**41**	**(53)**	**57**	**-**
Total	Balance	**30,638**	**15,342**	**9,528**	**5,767**	**-**
	Movement	**(232)**	**314**	**(867)**	**320**	**-**

(Notes) 1. Reserves for residential earthquake insurance and CALI are included in ordinary underwriting reserves.
2.Movement for the year ended March 31, 2021 is not consistent with the change from the balance on March 31, 2020 due to the effect of insurance contracts transferred from MSIG Insurance Europe AG.

Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

(8) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2020		March 31, 2021			
	Balance	Reserve ratio	Reversal	Provision	Balance	Reserve ratio
		%				%
Fire and allied	998	48.6	212	223	1,009	43.3
Marine	813	131.4	26	13	800	150.9
Personal accident	748	51.0	-	46	794	54.5
Voluntary automobile	978	14.6	-	218	1,197	17.5
Other	1,907	68.4	33	90	1,964	68.6
Total	5,446	39.9	272	592	5,767	41.1

(Note) Reserve ratio = catastrophe reserve / net premiums written (excluding premiums of residential earthquake insurance and CALI) x 100

(9) Investment assets

(Yen in 100 millions)

	March 31, 2020	March 31, 2021	Change
Cash, deposits and savings	5,009	4,904	(104)
Investments in securities:	49,255	54,943	5,688
Domestic bonds	15,342	15,078	(264)
Domestic stocks	14,339	18,936	4,597
Foreign securities	18,948	20,147	1,199
Other securities	624	781	156
Loans	4,006	4,233	227
Land and buildings	1,900	1,870	(29)
Total	60,171	65,952	5,781
(Reference)			
Long-term investment assets	10,394	9,526	(867)

(Reference) Breakdown of domestic bonds

(Yen in 100 millions)

	March 31, 2020	March 31, 2021	Change
Government bonds	8,744	8,436	(307)
Municipal bonds	924	864	(60)
Corporate bonds:	5,674	5,777	103
Government agency bonds	902	790	(111)
Specific financial institution bonds	7	8	0
Other corporate bonds	4,764	4,979	215
Total	15,342	15,078	(264)

(10) Breakdown of interest and dividends income

(Yen in 100 millions)

	Year ended March 31, 2020	Year ended March 31, 2021	Change
Investments in securities:	913	892	(21)
Domestic bonds	163	151	(11)
Domestic stocks	452	405	(47)
Foreign securities	262	274	12
Other securities	36	61	25
Loans	29	26	(2)
Land and buildings	64	63	(1)
Other	11	6	(4)
Total	1,019	988	(30)

(11) Investments in securities

Unrealized gains and losses on investments in securities

(Yen in 100 millions)

March 31, 2021	**Cost**	**Fair value**	**Difference**	**Change from March 31, 2020**
Domestic bonds	**13,950**	**15,078**	**1,127**	**(215)**
Domestic stocks	**5,517**	**18,544**	**13,026**	**4,917**
Foreign securities	**4,840**	**5,176**	**336**	**301**
Other securities	**319**	**379**	**60**	**68**
Total	**24,627**	**39,178**	**14,550**	**5,071**

(Yen in 100 millions)

March 31, 2020	Cost	Fair value	Difference
Domestic bonds	13,999	15,342	1,343
Domestic stocks	5,836	13,945	8,108
Foreign securities	4,587	4,622	35
Other securities	345	336	(8)
Total	24,768	34,246	9,478

(Notes) 1. The above tables describe available-for-sale securities with practically determinable fair value.
2. "Other securities" includes loan receivable trust beneficiary certificates included in Monetary claims bought on the balance sheets.

Gains and losses on sales of securities

(Yen in 100 millions)

	Year ended March 31, 2020 Gains/(losses)	**Year ended March 31, 2021 Gains/(losses)**	**Gains**	**Losses**
Domestic bonds	48	**5**	**6**	**1**
Domestic stocks	360	**448**	**452**	**3**
Foreign securities	120	**42**	**51**	**8**
Other securities	9	**0**	**0**	**-**
Total	538	**497**	**511**	**13**

Impairment losses on securities

(Yen in 100 millions)

	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**
Domestic bonds	-	**-**	**-**
Domestic stocks	175	**8**	**(166)**
Foreign securities	33	**0**	**(32)**
Other securities	-	**-**	**-**
Total	208	**9**	**(199)**

(Note) Apart from the above, Losses on valuation of shares of subsidiaries and associates of ¥186.3 billion was recorded under Extraordinary losses in the year ended March 31, 2020.

3. Non-Consolidated Business Results of Aioi Nissay Dowa Insurance Co., Ltd.

(1) Business Results

(Yen in 100 millions)

		Items	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
						%
(+)	Net premiums written	1	12,767	**12,814**	**46**	**0.4**
(-)	Net claims paid	2	7,246	**6,799**	**(446)**	**(6.2)**
(-)	Loss adjustment expenses	3	666	**712**	**45**	**6.9**
(-)	Commissions and collection expenses	4	2,517	**2,612**	**94**	**3.7**
(-)	Operating expenses and general and administrative expenses for underwriting	5	1,893	**1,863**	**(29)**	**(1.6)**
	Underwriting profit before movements in reserves	6	443	**826**	**383**	**86.5**
(-)	Movement in outstanding claims	7	(88)	**231**	**320**	**-**
(-)	Movement in ordinary underwriting reserves	8	437	**518**	**81**	**18.6**
(+)	Other	9	27	**132**	**104**	**377.1**
	Underwriting profit before movement in catastrophe reserve	10	122	**208**	**86**	**70.4**
(-)	Movement in catastrophe reserve	11	110	**333**	**222**	**200.3**
	Underwriting profit/(loss)	12	11	**(124)**	**(136)**	**(1,208.0)**
(+)	Interest and dividends income	13	593	**549**	**(44)**	**(7.6)**
(-)	Transfer of investment income on deposit premiums from policyholders	14	151	**137**	**(13)**	**(9.1)**
	Net interest and dividends income (item 13 - item 14)	15	442	**411**	**(31)**	**(7.0)**
(+)	Gains/(losses) on sales of securities	16	320	**174**	**(145)**	**(45.5)**
(-)	Impairment losses on securities	17	110	**9**	**(100)**	**(91.3)**
(+)	Other	18	(100)	**(93)**	**6**	**-**
	Investment profit	19	553	**483**	**(69)**	**(12.6)**
(+)	Other ordinary profit/(loss)	20	21	**(34)**	**(55)**	**(257.3)**
	Ordinary profit	21	586	**324**	**(261)**	**(44.6)**
(+)	Extraordinary income/(losses):	22	(182)	**(76)**	**106**	**-**
	Gains/(losses) on reserve for price fluctuation	23	(167)	**(18)**	**149**	**-**
	Income before income taxes	24	403	**248**	**(155)**	**(38.5)**
(-)	Income taxes	25	(44)	**32**	**76**	**-**
	Net income	26	447	**216**	**(231)**	**(51.7)**

Ratios	Net loss ratio	Note 1	27	62.0 %	**58.6 %**	**(3.4) %**	
	Net expense ratio	Note 2	28	34.5 %	**34.9 %**	**0.4 %**	
	Combined ratio	Note 3	29	96.5 %	**93.5 %**	**(3.0) %**	
	Interest and dividends income yield		30	2.36 %	**2.15 %**	**(0.21) %**	
	Investment profit yield	Note 4	31	3.06 %	**2.70 %**	**(0.36) %**	

Incurred losses (including loss adjustment expenses)	Note 5, 6	32	6,690	**6,697**	**6**	**0.1**
EI loss ratio	Note 5, 7	33	61.6 %	**60.1 %**	**(1.5) %**	

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100
3. Combined ratio = net loss ratio + net expense ratio
4. Total investment yield (including unrealized gains and losses): (1.87)% for the year ended March 31, 2020, and 12.4% for the year ended March 31, 2021
5. The calculation is exclusive of residential earthquake insurance and CALI.
6. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
7. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

(2) Premiums written

(Yen in 100 millions)

	Net premiums written				Direct premiums written (excluding deposit premiums from policyholders)			
	Year ended March 31, 2020		**Year ended March 31, 2021**		Year ended March 31, 2020		**Year ended March 31, 2021**	
	Amount	Change ratio	**Amount**	**Change ratio**	Amount	Change ratio	**Amount**	**Change ratio**
		%		**%**		%		**%**
Fire and allied	1,992	8.4	**2,077**	**4.3**	2,451	13.0	**2,631**	**7.3**
Marine	72	(10.8)	**69**	**(3.7)**	0	1,611.5	**0**	**(99.7)**
Personal accident	569	(11.0)	**579**	**1.8**	609	(8.7)	**625**	**2.5**
Voluntary automobile	7,130	4.1	**7,295**	**2.3**	6,759	2.3	**6,973**	**3.2**
CALI	1,628	2.3	**1,432**	**(12.0)**	1,784	1.1	**1,532**	**(14.1)**
Other	1,374	3.2	**1,359**	**(1.1)**	1,531	2.9	**1,597**	**4.3**
Total	12,767	3.5	**12,814**	**0.4**	13,137	3.5	**13,360**	**1.7**

(3) Net claims paid

(Yen in 100 millions)

	Year ended March 31, 2020			**Year ended March 31, 2021**			
	Amount	Change ratio	Net loss ratio	**Amount**	**Change ratio**	**Net loss ratio**	**Change**
		%	%		**%**	**%**	**%**
Fire and allied	1,422	(25.2)	73.8	**1,306**	**(8.2)**	**66.3**	**(7.5)**
Marine	49	7.0	68.7	**39**	**(20.3)**	**56.9**	**(11.8)**
Personal accident	258	(4.5)	51.2	**254**	**(1.4)**	**50.4**	**(0.8)**
Voluntary automobile	3,785	2.2	59.4	**3,487**	**(7.9)**	**54.3**	**(5.1)**
CALI	1,070	(6.4)	71.4	**980**	**(8.5)**	**74.5**	**3.1**
Other	660	3.2	50.9	**731**	**10.8**	**56.9**	**6.0**
Total	7,246	(6.0)	62.0	**6,799**	**(6.2)**	**58.6**	**(3.4)**

(Note) Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

(Reference) Incurred losses caused by natural disasters in Japan

(Yen in 100 millions)

	Year ended March 31, 2020			**Year ended March 31, 2021**		
	Incurred losses	Net claims paid	Outstanding claims	**Incurred losses**	**Net claims paid**	**Outstanding claims**
Fire and allied	496	464	31	**256**	**258**	**(1)**
Voluntary automobile	57	68	(10)	**16**	**24**	**(7)**
Other	40	20	20	**10**	**6**	**3**
Total	594	553	40	**283**	**290**	**(6)**

(Note) The above table describes losses caused by natural disasters in Japan, which exclude residential earthquake insurance, incurred during the respective period.

(4) Expenses

<Company expenses>

(Yen in 100 millions)

	Items	Year ended March 31, 2020			**Year ended March 31, 2021**		
		Amount	Change	Change ratio	**Amount**	**Change**	**Change ratio**
				%			**%**
Personnel expenses	1	1,272	10	0.8	**1,267**	**(4)**	**(0.4)**
Non-personnel expenses	2	1,267	89	7.6	**1,318**	**50**	**4.0**
Taxes and contributions	3	115	5	5.3	**97**	**(18)**	**(15.7)**
Total	4	2,656	106	4.2	**2,683**	**27**	**1.0**

(Note) Total = loss adjustment expenses + operating expenses and general and administrative expenses

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Year ended March 31, 2020			**Year ended March 31, 2021**		
		Amount	Change	Change ratio	**Amount**	**Change**	**Change ratio**
				%			**%**
Operating expenses and general and administrative expenses	5	1,893	106	5.9	**1,863**	**(29)**	**(1.6)**
Commissions and collection expenses	6	2,517	133	5.6	**2,612**	**94**	**3.7**
Total	7	4,411	240	5.8	**4,475**	**64**	**1.5**
Net expense ratio	8	34.5 %	0.7 %		**34.9 %**	**0.4 %**	

Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

(5) Outstanding claims

(Yen in 100 millions)

	March 31, 2020		**March 31, 2021**	
	Balance	Movement	**Balance**	**Movement**
Fire and allied	1,034	(14)	**1,339**	**305**
Marine	65	(13)	**75**	**9**
Personal accident	244	12	**270**	**26**
Voluntary automobile	2,841	(130)	**2,706**	**(135)**
CALI	384	(28)	**351**	**(32)**
Other	1,074	86	**1,132**	**58**
Total	5,644	(88)	**5,876**	**231**

(Note) Movement for the year ended March 31, 2020 is not consistent with the change from the balance on March 31, 2019 mainly due to the effect of long-term third sector insurance contracts transferred to Mitsui Sumitomo Aioi Life Insurance Co., Ltd.

(6) Incurred losses (including loss adjustment expenses) and EI loss ratio

(Yen in 100 millions)

	Year ended March 31, 2020		**Year ended March 31, 2021**			
	Incurred losses (including loss adjustment expenses)	EI loss ratio	**Incurred losses (including loss adjustment expenses)**	**Change**	**EI loss ratio**	**Change**
		%			%	%
Fire and allied	1,456	79.8	**1,670**	**214**	**86.9**	**7.1**
Marine	36	48.1	**49**	**13**	**71.4**	**23.3**
Personal accident	303	53.9	**318**	**15**	**54.9**	**1.0**
Voluntary automobile	4,107	58.2	**3,826**	**(281)**	**53.0**	**(5.2)**
Other	786	58.9	**831**	**45**	**61.2**	**2.3**
Total	6,690	61.6	**6,697**	**6**	**60.1**	**(1.5)**

(Notes) 1. The calculation is exclusive of residential earthquake insurance and CALI.
2. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
3. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(7) Underwriting reserves

(Yen in 100 millions)

		March 31, 2021				
		Total underwriting reserves	**Ordinary underwriting reserves**	**Reserve for refunds and dividends to policyholders**	**Catastrophe reserve**	**Contingency reserve**
Fire and allied	Balance	**6,770**	**5,539**	**303**	**923**	**4**
	Movement	**220**	**265**	**(110)**	**64**	**0**
Marine	Balance	**128**	**31**	**-**	**97**	**-**
	Movement	**(2)**	**(1)**	**-**	**(1)**	**-**
Personal accident	Balance	**3,725**	**226**	**2,813**	**680**	**4**
	Movement	**(182)**	**(0)**	**(200)**	**18**	**0**
Voluntary automobile	Balance	**3,044**	**2,198**	**39**	**805**	**0**
	Movement	**440**	**202**	**4**	**233**	**0**
CALI	Balance	**2,618**	**2,618**	**-**	**-**	**-**
	Movement	**40**	**40**	**-**	**-**	**-**
Other	Balance	**2,266**	**1,345**	**134**	**786**	**0**
	Movement	**14**	**12**	**(16)**	**18**	**0**
Total	Balance	**18,554**	**11,959**	**3,292**	**3,292**	**9**
	Movement	**530**	**518**	**(322)**	**333**	**0**

(Note) Reserves for residential earthquake insurance and CALI are included in ordinary underwriting reserves.

(8) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2020		**March 31, 2021**			
	Balance	Reserve ratio	**Reversal**	**Provision**	**Balance**	**Reserve ratio**
		%				%
Fire and allied	858	43.1	**286**	**351**	**923**	**44.5**
Marine	98	136.2	**3**	**1**	**97**	**138.9**
Personal accident	662	116.4	**-**	**18**	**680**	**117.5**
Voluntary automobile	571	8.0	**-**	**233**	**805**	**11.0**
Other	768	55.9	**21**	**39**	**786**	**57.8**
Total	2,959	26.6	**311**	**644**	**3,292**	**28.9**

(Note) Reserve ratio = catastrophe reserve / net premiums written (excluding premiums of residential earthquake insurance and CALI) x 100

(9) Investment assets

(Yen in 100 millions)

	March 31, 2020	**March 31, 2021**	**Change**
Cash, deposits and savings	1,765	**2,037**	**272**
Investments in securities:	23,176	**26,434**	**3,257**
Domestic bonds	8,290	**7,873**	**(417)**
Domestic stocks	6,969	**9,521**	**2,551**
Foreign securities	7,158	**8,018**	**859**
Other securities	757	**1,020**	**263**
Loans	2,181	**2,329**	**148**
Land and buildings	1,598	**1,703**	**104**
Total	28,721	**32,504**	**3,782**
(Reference)			
Long-term investment assets	3,578	**3,252**	**(326)**

(Reference) Breakdown of domestic bonds

(Yen in 100 millions)

	March 31, 2020	**March 31, 2021**	**Change**
Government bonds	4,870	**4,491**	**(379)**
Municipal bonds	366	**401**	**34**
Corporate bonds:	3,052	**2,980**	**(72)**
Government agency bonds	515	**508**	**(7)**
Specific financial institution bonds	54	**9**	**(45)**
Other corporate bonds	2,483	**2,463**	**(19)**
Total	8,290	**7,873**	**(417)**

(10) Breakdown of interest and dividends income

(Yen in 100 millions)

	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**
Investments in securities:	509	**472**	**(37)**
Domestic bonds	85	**78**	**(6)**
Domestic stocks	208	**184**	**(23)**
Foreign securities	158	**163**	**5**
Other securities	57	**45**	**(12)**
Loans	20	**21**	**0**
Land and buildings	47	**47**	**(0)**
Other	15	**8**	**(7)**
Total	593	**549**	**(44)**

(11) Investments in securities

Unrealized gains and losses on investments in securities

(Yen in 100 millions)

March 31, 2021	**Cost**	**Fair value**	**Difference**	**Change from March 31, 2020**
Domestic bonds	**7,412**	**7,873**	**461**	**(78)**
Domestic stocks	**3,713**	**9,254**	**5,540**	**2,630**
Foreign securities	**6,574**	**7,147**	**573**	**249**
Other securities	**821**	**894**	**72**	**93**
Total	**18,521**	**25,170**	**6,648**	**2,895**

(Yen in 100 millions)

March 31, 2020	Cost	Fair value	Difference
Domestic bonds	7,750	8,290	540
Domestic stocks	3,798	6,708	2,910
Foreign securities	5,957	6,282	324
Other securities	672	651	(20)
Total	18,179	21,932	3,753

(Note) The above tables describe available-for-sale securities with practically determinable fair value.

Gains and losses on sales of securities

(Yen in 100 millions)

	Year ended March 31, 2020 Gains/(losses)	**Year ended March 31, 2021 Gains/(losses)**	**Gains**	**Losses**
Domestic bonds	22	**6**	**11**	**4**
Domestic stocks	298	**113**	**115**	**2**
Foreign securities	(0)	**55**	**71**	**16**
Other securities	-	**-**	**-**	**-**
Total	320	**174**	**198**	**23**

Impairment losses on securities

(Yen in 100 millions)

	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**
Domestic bonds	-	**-**	**-**
Domestic stocks	109	**3**	**(106)**
Foreign securities	0	**5**	**5**
Other securities	-	**-**	**-**
Total	110	**9**	**(100)**

4. Earnings Forecasts

(1) Consolidated Business Results

(Yen in 100 millions)

	Items	Results for year ended March 31, 2021	**Forecasts for year ending March 31, 2022**	**Change from previous year**
Net premiums written (non-life insurance)	1	35,009	**36,130**	**1,120**
Mitsui Sumitomo Insurance	2	15,595	**15,660**	**64**
Aioi Nissay Dowa Insurance	3	12,814	**12,870**	**55**
Simple sum	4	28,409	**28,530**	**120**
Mitsui Direct General Insurance	5	364	**364**	**-**
Overseas insurance subsidiaries	6	6,235	**7,240**	**1,004**
Insurance premiums (domestic life insurance)	7	12,973	**12,000**	**(973)**
Mitsui Sumitomo Aioi Life Insurance	8	5,119	**5,000**	**(119)**
Mitsui Sumitomo Primary Life Insurance	9	7,854	**7,000**	**(854)**
Ordinary profit	10	3,065	**3,300**	**234**
Net income attributable to owners of the parent	11	1,443	**2,300**	**856**
Mitsui Sumitomo Insurance	12	922	**1,310**	**387**
Aioi Nissay Dowa Insurance	13	216	**430**	**213**
Simple sum	14	1,138	**1,740**	**601**
Mitsui Direct General Insurance	15	8	**1**	**(7)**
Mitsui Sumitomo Aioi Life Insurance	16	119	**180**	**60**
Mitsui Sumitomo Primary Life Insurance	17	431	**230**	**(201)**
Overseas insurance subsidiaries	18	(31)	**550**	**581**
Others, consolidation adjustments, etc.	19	(221)	**(401)**	**(179)**
Annual total of dividends per share	20	155.00 yen	**160.00 yen**	**5.00 yen**

(Note) Items 12 to 18 represent the net income or loss on a non-consolidated basis after taking into account the Company's ownership interests in its subsidiaries.

(2) Domestic Non-Life Insurance Subsidiaries (Two Main Consolidated Subsidiaries)

(Yen in 100 millions)

	Items	Simple sum		Mitsui Sumitomo Insurance		Aioi Nissay Dowa Insurance	
		Forecasts for year ending March 31, 2022	Change from previous year	Forecasts for year ending March 31, 2022	Change from previous year	Forecasts for year ending March 31, 2022	Change from previous year
Net premiums written	1	28,530	120	15,660	64	12,870	55
Growth rate of net premiums written	2	0.4 %	(0.2) %	0.4 %	(0.4) %	0.4 %	0.0 %
Net loss ratio(Note 1)	3	62.7 %	3.4 %	62.0 %	2.2 %	63.5 %	4.9 %
Net expense ratio(Note 2)	4	34.0 %	0.3 %	33.2 %	0.5 %	35.0 %	0.1 %
Combined ratio(Note 3)	5	96.7 %	3.7 %	95.2 %	2.7 %	98.5 %	5.0 %
EI loss ratio(Note 4, 5)	6	60.5 %	0.0 %	59.5 %	(1.3) %	61.8 %	1.7 %
Underwriting profit	7	920	805	620	380	300	424
Investment profit	8	1,650	(12)	1,250	71	400	(83)
Ordinary profit	9	2,400	759	1,750	433	650	325
Net income	10	1,740	601	1,310	387	430	213

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100

3. Combined ratio = net loss ratio + net expense ratio

4. The calculation is exclusive of residential earthquake insurance and CALI.

5. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(Primary assumptions of the forecasts)

- The forecast of net premiums written is based on the Company's own estimate taking into account the trends in the consolidated business results.
- Incurred losses (which are the sum total of net claims paid and movement in outstanding claims) caused by natural disasters in Japan for the year ending March 31, 2022 are assumed to be ¥40.0 billion at Mitsui Sumitomo Insurance Co., Ltd. and ¥30.0 billion at Aioi Nissay Dowa Insurance Co., Ltd..
- Market interest rates, currency exchange rates and stock prices are assumed to be at almost the same level as March 31, 2021.

The Company's consolidated earnings forecasts have been made based on certain assumptions including those above mentioned but actual results may differ substantially from these forecasts depending on various factors.

Supplementary Information

1. Supplementary Information on Consolidated Business Results

(1) Consolidated Business Results

(Yen in 100 millions)

	Year ended March 31, 2020	**Year ended March 31, 2021**	**Change**	**Change ratio**
Ordinary income and expenses:				
Underwriting income:	**46,405**	**34,253**	**(12,152)**	**(26.2) %**
Net premiums written	35,737	35,009	(727)	(2.0)
Deposit premiums from policyholders	755	726	(29)	(3.9)
Life insurance premiums	9,437	(2,023)	(11,460)	(121.4)
Underwriting expenses:	**37,498**	**38,004**	**506**	**1.3**
Net claims paid	20,272	19,022	(1,249)	(6.2)
Loss adjustment expenses	1,773	1,887	114	6.4
Commissions and collection expenses	7,274	7,353	78	1.1
Maturity refunds to policyholders	2,206	2,211	4	0.2
Life insurance claims	3,766	4,054	288	7.7
Provision for outstanding claims	199	1,331	1,131	566.9
Provision for underwriting reserves	1,961	2,089	127	6.5
Investment income:	**5,115**	**14,507**	**9,392**	**183.6**
Interest and dividends income	3,045	2,935	(109)	(3.6)
Investment gains on money trusts	646	2,128	1,481	229.3
Investment gains on trading securities	556	356	(200)	(36.0)
Gains on sales of securities	1,188	2,333	1,145	96.4
Investment gains on separate accounts	-	3,117	3,117	-
Investment expenses:	**5,129**	**696**	**(4,432)**	**(86.4)**
Investment losses on money trusts	473	0	(473)	(100.0)
Losses on sales of securities	180	80	(99)	(55.1)
Impairment losses on securities	396	71	(325)	(82.1)
Investment losses on separate accounts	574	-	(574)	(100.0)
Losses on derivative transactions	185	468	282	152.5
Operating expenses and general and administrative expenses	**6,946**	**6,885**	**(60)**	**(0.9)**
Other ordinary income and expenses:	**(369)**	**(109)**	**260**	**-**
Gains/(losses) on equity method investments	(308)	(66)	242	-
Ordinary profit	**1,577**	**3,065**	**1,488**	**94.4**
Extraordinary income and losses:				
Extraordinary income	**514**	**159**	**(355)**	**(69.0)**
Reversal of reserve for price fluctuation	358	-	(358)	(100.0)
Extraordinary losses	**1,966**	**1,207**	**(759)**	**(38.6)**
Provision for reserve for price fluctuation	-	1,075	1,075	-
Extraordinary income/(losses)	**(1,451)**	**(1,047)**	**403**	**-**
Income before income taxes	**125**	**2,017**	**1,892**	**1,513.1**
Income taxes - current	**344**	**932**	**588**	**170.8**
Income taxes - deferred	**(1,674)**	**(391)**	**1,283**	**-**
Total income taxes	**(1,330)**	**540**	**1,871**	**-**
Net income	**1,455**	**1,476**	**21**	**1.4**
Net income attributable to non-controlling interests	**25**	**32**	**7**	**29.0**
Net income attributable to owners of the parent	**1,430**	**1,443**	**13**	**1.0**

(Notes) 1.Extraordinary losses for the fiscal year ended March 31, 2020 include impairment losses of ¥173.6 billion and provision for losses on sales of shares of subsidiaries and associates of ¥16.9 billion.

2.Total income taxes for the fiscal year ended March 31, 2020 include a decrease of ¥166.7 billion mainly due to a decrease of taxable earnings and recognizing deferred tax assets related to reorganization of Mitsui Sumitomo Insurance's international business.

(2) Premiums Written and Net Claims Paid by Line of Insurance

Direct Premiums Written by Line of Insurance (including Deposit premiums from policyholders)

(Yen in millions)

Lines of Insurance	Year ended March 31, 2020			Year ended March 31, 2021		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	734,573	19.2	8.4	757,785	20.0	3.2
Marine	185,068	4.8	0.3	190,705	5.0	3.0
Personal accident	311,984	8.2	(3.0)	293,409	7.7	(6.0)
Voluntary automobile	1,570,344	41.0	1.3	1,592,952	42.0	1.4
CALI	347,736	9.1	0.4	296,911	7.8	(14.6)
Other	677,583	17.7	(0.6)	664,078	17.5	(2.0)
Total:	**3,827,289**	**100.0**	**1.7**	**3,795,842**	**100.0**	**(0.8)**
Deposit premiums from policyholders	75,553	2.0	(5.8)	72,635	1.9	(3.9)

Net Premiums Written by Line of Insurance

(Yen in millions)

Lines of Insurance	Year ended March 31, 2020			Year ended March 31, 2021		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	589,897	16.5	5.6	592,798	16.9	0.5
Marine	147,814	4.1	(3.0)	150,662	4.3	1.9
Personal accident	246,806	6.9	(5.5)	226,349	6.5	(8.3)
Voluntary automobile	1,632,423	45.7	2.4	1,639,651	46.8	0.4
CALI	347,214	9.7	2.8	300,996	8.6	(13.3)
Other	609,575	17.1	2.6	590,537	16.9	(3.1)
Total	**3,573,732**	**100.0**	**2.2**	**3,500,996**	**100.0**	**(2.0)**

Net Claims Paid by Line of Insurance

(Yen in millions)

Lines of Insurance	Year ended March 31, 2020			Year ended March 31, 2021		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	405,830	20.0	(22.9)	376,673	19.8	(7.2)
Marine	81,804	4.1	(2.0)	75,439	4.0	(7.8)
Personal accident	114,146	5.6	2.9	113,025	5.9	(1.0)
Voluntary automobile	880,237	43.4	0.9	806,808	42.4	(8.3)
CALI	233,215	11.5	(5.9)	215,043	11.3	(7.8)
Other	311,978	15.4	7.1	315,258	16.6	1.1
Total	**2,027,212**	**100.0**	**(4.9)**	**1,902,248**	**100.0**	**(6.2)**

(Note) The figures in the above tables include elimination of intersegment transactions.

(3) Investments in Securities

1. Trading securities

(Yen in millions)

	March 31, 2020		March 31, 2021	
	Carrying amount	Unrealized gains/(losses) included in income	Carrying amount	Unrealized gains/(losses) included in income
Trading securities	2,949,868	(107,583)	2,988,617	241,598

(Note) "Trading securities" includes certificates of deposits included in Cash, deposits and savings, and commercial papers included in Monetary claims bought on the consolidated balance sheet.

2. Held-to-maturity securities

(Yen in millions)

Items	March 31, 2020			March 31, 2021		
	Carrying amount	Fair value	Difference	Carrying amount	Fair value	Difference
Domestic Bonds	1,095,428	1,311,673	216,244	1,215,042	1,396,418	181,375
Foreign Securities	4,003	4,066	62	3,738	4,073	334
Other Securities	13,108	13,108	-	7,498	7,498	-
Total	1,112,541	1,328,848	216,307	1,226,279	1,407,989	181,710

(Note) "Other Securities" includes certificates of deposits included in Cash, deposits and savings, and commercial papers included in Monetary claims bought on the consolidated balance sheet.

3. Debt securities earmarked for underwriting reserves

(Yen in millions)

Items	March 31, 2020			March 31, 2021		
	Carrying amount	Fair value	Difference	Carrying amount	Fair value	Difference
Domestic Bonds	1,020,255	1,089,940	69,684	1,455,825	1,451,893	(3,931)
Foreign Securities	1,382,664	1,523,118	140,453	839,716	916,010	76,293
Total	2,402,920	2,613,059	210,138	2,295,541	2,367,903	72,362

4. Available-for-sale securities

(Yen in millions)

Items	March 31, 2020			March 31, 2021		
	Cost	Carrying amount	Difference	Cost	Carrying amount	Difference
Domestic Bonds	3,429,477	3,700,304	270,827	3,313,562	3,532,218	218,655
Domestic Stocks	1,018,732	2,065,614	1,046,882	976,796	2,780,192	1,803,396
Foreign Securities	2,578,973	2,651,182	72,209	3,132,102	3,332,310	200,207
Other Securities	274,406	269,561	(4,845)	284,612	301,609	16,996
Total	7,301,590	8,686,663	1,385,073	7,707,074	9,946,330	2,239,256

(Notes) 1. Available-for-sale securities without practically determinable fair value are not included in the above table.

2. "Other Securities" includes certificates of deposits included in Cash, deposits and savings, and commercial papers and loan receivable trust beneficiary certificates included in Monetary claims bought on the consolidated balance sheet.

3. The Company and its consolidated subsidiaries recognized impairment losses on Available-for-sale securities with practically determinable fair value as follows.
For the year ended March 31, 2020: ¥36,009 million (comprised of ¥31,843 million on Domestic stocks and ¥4,165 million on Foreign securities)
For the year ended March 31, 2021: ¥5,068 million (comprised of ¥810 million on Domestic stocks and ¥4,258 million on Foreign securities)
In principle, the Company and its domestic consolidated subsidiaries recognize impairment losses on securities with practically determinable fair value if the fair value declines by 30% or more from the cost.

2. Summary of Business Results of Main Consolidated Subsidiaries

(1) Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Assets)		
Cash, deposits and savings:	**489,791**	**477,788**
Cash on hand	31	16
Deposits in banks	489,760	477,772
Receivables under resale agreements	**-**	**1,999**
Monetary claims bought	**8,217**	**5,927**
Money trusts	**2,961**	**4,787**
Investments in securities:	**4,925,543**	**5,494,362**
Government bonds	874,430	843,657
Municipal bonds	92,416	86,404
Corporate bonds	567,429	577,741
Domestic stocks	1,433,930	1,893,640
Foreign securities	1,894,855	2,014,773
Other securities	62,481	78,144
Loans:	**400,609**	**423,367**
Policy loans	6,000	5,065
General loans	394,609	418,302
Tangible fixed assets:	**209,951**	**210,553**
Land	77,417	76,725
Buildings	112,617	110,321
Construction in progress	2,208	5,633
Other tangible fixed assets	17,707	17,872
Intangible fixed assets:	**98,478**	**103,162**
Software	49,756	57,219
Other intangible fixed assets	48,722	45,943
Other assets:	**419,666**	**363,016**
Premiums receivable	7,604	5,729
Due from agencies	125,333	122,016
Co-insurance accounts receivable	9,435	8,912
Reinsurance accounts receivable	63,139	58,195
Foreign reinsurance accounts receivable	92,577	64,980
Agency business accounts receivable	805	759
Other receivables	56,711	37,081
Accrued income	4,917	5,051
Guarantee deposits	10,597	10,757
Deposits with the Japan Earthquake Reinsurance Company	4,365	4,525
Suspense payments	39,716	38,760
Initial margins for future transactions	711	905
Derivative financial instruments	2,241	1,647
Cash collateral pledged under derivative transactions	941	3,224
Other assets	565	469
Deferred tax assets	**111,516**	**-**
Customers' liabilities under acceptances and guarantees	**25,987**	**19,864**
Bad debt reserve	**(6,635)**	**(6,714)**
Total assets	**6,686,089**	**7,098,116**

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Liabilities)		
Policy liabilities:	**3,715,273**	**3,732,644**
Outstanding claims	629,241	668,752
Underwriting reserves	3,086,032	3,063,891
Bonds issued	**587,093**	**587,093**
Other liabilities:	**566,927**	**618,743**
Co-insurance accounts payable	12,977	11,689
Reinsurance accounts payable	62,131	55,713
Foreign reinsurance accounts payable	35,347	35,598
Agency business accounts payable	630	571
Payables under securities lending transactions	61,603	139,551
Borrowings	198,381	198,381
Income taxes payable	3,744	3,873
Deposits received	60,177	58,320
Unearned income	24	21
Other payables	45,225	34,981
Suspense receipts	21,088	21,617
Derivative financial instruments	2,770	9,850
Cash collateral received under derivative transactions	56,402	43,319
Lease obligations	1,297	1,213
Asset retirement obligations	3,913	3,946
Other liabilities	1,212	95
Reserve for pension and retirement benefits	**120,827**	**113,202**
Reserve for retirement benefits for officers	**316**	**234**
Accrued bonuses for employees	**10,633**	**10,359**
Reserves under the special laws:	**19,007**	**23,138**
Reserve for price fluctuation	19,007	23,138
Deferred tax liabilities	**-**	**67,609**
Acceptances and guarantees	**25,987**	**19,864**
Total liabilities	**5,046,067**	**5,172,889**
(Net assets)		
Common stock	**139,595**	**139,595**
Capital surplus:	**93,107**	**93,107**
Additional paid-in capital	93,107	93,107
Retained earnings:	**698,675**	**618,376**
Legal earned reserve	46,487	46,487
Other retained earnings:	652,187	571,889
Tax-exempted reserve for accelerated depreciation	15,561	15,126
Retained earnings brought forward	636,626	556,762
Total shareholders' equity	**931,378**	**851,080**
Net unrealized gains/(losses) on investments in securities	**683,030**	**1,052,131**
Net deferred gains/(losses) on hedges	**25,613**	**22,014**
Total valuation and translation adjustments	**708,643**	**1,074,146**
Total net assets	**1,640,022**	**1,925,226**
Total liabilities and net assets	**6,686,089**	**7,098,116**

Non-Consolidated Statements of Income

(Yen in millions)

Items	Year ended March 31, 2020	Year ended March 31, 2021
Ordinary income:	**1,784,456**	**1,802,134**
Underwriting income:	**1,644,049**	**1,664,693**
Net premiums written	1,547,930	1,559,567
Deposit premiums from policyholders	52,386	52,851
Investment income on deposit premiums from policyholders	30,105	28,033
Reversal of outstanding claims	13,585	-
Reversal of underwriting reserves	-	23,260
Foreign exchange gains	-	744
Other underwriting income	42	236
Investment income:	**135,749**	**132,644**
Interest and dividends income	101,912	98,834
Investment gains on money trusts	-	1,839
Gains on sales of securities	58,254	51,115
Gains on redemption of securities	862	404
Gains on derivative transactions	3,419	1,653
Foreign exchange gains	-	6,685
Other investment income	1,405	144
Transfer of investment income on deposit premiums from policyholders	(30,105)	(28,033)
Other ordinary income	**4,657**	**4,797**
Ordinary expenses:	**1,695,343**	**1,670,530**
Underwriting expenses:	**1,419,697**	**1,420,935**
Net claims paid	888,652	835,374
Loss adjustment expenses	90,679	96,995
Commissions and collection expenses	278,348	291,995
Maturity refunds to policyholders	157,089	160,980
Dividends to policyholders	84	61
Provision for outstanding claims	-	33,744
Provision for underwriting reserves	3,337	-
Foreign exchange losses	985	-
Other underwriting expenses	520	1,784
Investment expenses:	**33,085**	**6,463**
Investment losses on money trusts	566	-
Losses on sales of securities	4,387	1,355
Impairment losses on securities	20,878	904
Losses on redemption of securities	162	450
Foreign exchange losses	4,313	-
Other investment expenses	2,776	3,753
Operating expenses and general and administrative expenses	**229,308**	**232,278**
Other ordinary expenses:	**13,251**	**10,852**
Interest expense	9,353	9,900
Provision for bad debts	3,427	132
Losses on bad debts	27	3
Other ordinary expenses	442	816
Ordinary profit	**89,113**	**131,604**
Extraordinary income:	**61,429**	**6,572**
Gains on sales of fixed assets	4,432	6,572
Reversal of reserves under the special laws:	56,996	-
Reversal of reserve for price fluctuation	56,996	-
Extraordinary losses:	**189,539**	**5,931**
Losses on sales of fixed assets	1,307	1,569
Impairment losses on fixed assets	499	230
Provision for reserves under the special laws:	-	4,131
Provision for reserve for price fluctuation	-	4,131
Losses on valuation of shares of subsidiaries and associates	186,325	-
Other extraordinary losses	1,407	-
Income/(loss) before income taxes	**(38,997)**	**132,245**
Income taxes - current	**485**	**2,339**
Income taxes - deferred	**(133,562)**	**37,690**
Total income taxes	**(133,076)**	**40,029**
Net income	**94,079**	**92,215**

Non-Consolidated Solvency Margin Ratio

Insurance companies running their business in Japan calculate the non-consolidated solvency margin ratio pursuant to the provisions of Articles 86 and 87 of the Insurance Business Act Enforcement Regulations and Public Notice No. 50 issued by the Ministry of Finance in 1996.

While insurance companies set aside reserves to provide for payments of insurance claims should an insured event occur, they are also required to maintain sufficient funds to pay out in an event outside the normal range of estimates such as a major catastrophe and a significant drop in the value of their assets.

The non-consolidated solvency margin ratio, or item (C) in each of the tables below, which is calculated in accordance with the Insurance Business Act, is the ratio of "solvency margin of insurance companies calculated based on their capital and other reserves", or (A) the total amount of solvency margin, to "risks exceeding the normal range of estimates", or (B) the total amount of risks.

The non-consolidated solvency margin ratio is one of the objective indicators used by the insurance regulatory authorities to supervise insurance companies. A non-consolidated solvency margin ratio of 200% or over indicates adequate ability to satisfy insurance claims and other payment requirements.

(Yen in millions)

	March 31, 2020	March 31, 2021
(A) Total amount of solvency margin	3,076,392	3,490,583
Total net assets	879,578	815,511
Reserve for price fluctuation	19,007	23,138
Contingency reserve	-	-
Catastrophe reserve	550,227	580,436
General bad debt reserve	86	87
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions)	852,586	1,313,294
Net unrealized gains/(losses) on land	54,618	62,327
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	487,093	487,093
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	3,642	3,642
Others	236,835	212,335
(B) Total amount of risks $\sqrt{(R_1+R_2)^2+(R_3+R_4)^2}+R_5+R_6$	877,260	935,111
General insurance risk (R_1)	136,088	140,053
Insurance risk of third sector insurance contracts (R_2)	-	-
Assumed interest rate risk (R_3)	13,475	12,408
Asset management risk (R_4)	700,269	789,158
Business administration risk (R_5)	19,617	20,843
Catastrophe risk (R_6)	131,040	100,557
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	701.3 %	746.5 %

(2) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Assets)		
Cash, deposits and savings:	**174,108**	**201,284**
Cash on hand	18	18
Deposits in banks	174,090	201,266
Money trusts	**2,441**	**2,480**
Investments in securities:	**2,317,658**	**2,643,427**
Government bonds	487,098	449,175
Municipal bonds	36,695	40,145
Corporate bonds	305,287	298,053
Domestic stocks	696,983	952,172
Foreign securities	715,866	801,844
Other securities	75,728	102,035
Loans:	**218,147**	**232,949**
Policy loans	2,258	1,830
General loans	215,889	231,118
Tangible fixed assets:	**182,184**	**185,009**
Land	74,281	72,784
Buildings	85,562	97,519
Lease assets	2	1
Construction in progress	10,048	959
Other tangible fixed assets	12,288	13,743
Intangible fixed assets:	**55,884**	**63,707**
Software	24,166	29,632
Other intangible fixed assets	31,718	34,075
Other assets:	**381,021**	**378,704**
Premiums receivable	2,222	2,183
Due from agencies	83,351	83,387
Due from foreign agencies	834	1,135
Co-insurance accounts receivable	5,635	3,216
Reinsurance accounts receivable	49,147	59,753
Foreign reinsurance accounts receivable	143,958	145,837
Agency business accounts receivable	325	302
Other receivables	43,965	39,625
Accrued income	6,353	6,581
Guarantee deposits	6,612	6,650
Deposits with the Japan Earthquake Reinsurance Company	2,591	2,624
Suspense payments	28,023	25,423
Derivative financial instruments	7,998	1,983
Prepaid pension expenses	**19,427**	**20,005**
Deferred tax assets	**63,162**	**8,450**
Customers' liabilities under acceptances and guarantees	**7,500**	**10,500**
Bad debt reserve	**(804)**	**(1,240)**
Total assets	**3,420,733**	**3,745,278**

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Liabilities)		
Policy liabilities:	**2,366,879**	**2,443,083**
Outstanding claims	564,436	587,631
Underwriting reserves	1,802,443	1,855,451
Bonds issued	**72,000**	**72,000**
Other liabilities:	**265,188**	**304,742**
Co-insurance accounts payable	3,721	3,082
Reinsurance accounts payable	49,778	45,199
Foreign reinsurance accounts payable	60,815	69,346
Agency business accounts payable	2,285	2,174
Payables under securities lending transactions	79,080	80,079
Income taxes payable	10,090	25,770
Deposits received	3,545	3,681
Unearned income	26	12
Other payables	33,642	38,555
Suspense receipts	17,678	18,882
Derivative financial instruments	3,629	17,120
Lease obligations	2	1
Asset retirement obligations	891	835
Other liabilities	0	0
Reserve for pension and retirement benefits	**34,378**	**36,879**
Accrued bonuses for employees	**6,619**	**7,479**
Reserves under the special laws:	**30,088**	**31,896**
Reserve for price fluctuation	30,088	31,896
Acceptances and guarantees	**7,500**	**10,500**
Total liabilities	**2,782,654**	**2,906,581**
(Net assets)		
Common stock	**100,005**	**100,005**
Capital surplus:	**81,207**	**81,207**
Additional paid-in capital	52,593	52,593
Other capital surplus	28,614	28,614
Retained earnings:	**185,491**	**176,474**
Legal earned reserve	47,411	47,411
Other retained earnings:	138,079	129,062
Retained earnings brought forward	138,079	129,062
Total shareholders' equity	**366,703**	**357,687**
Net unrealized gains/(losses) on investments in securities	**271,374**	**481,009**
Total valuation and translation adjustments	**271,374**	**481,009**
Total net assets	**638,078**	**838,696**
Total liabilities and net assets	**3,420,733**	**3,745,278**

Non-Consolidated Statements of Income

(Yen in millions)

Items	Year ended March 31, 2020	Year ended March 31, 2021
Ordinary income:	**1,414,439**	**1,389,884**
Underwriting income:	**1,324,161**	**1,322,104**
Net premiums written	1,276,770	1,281,426
Deposit premiums from policyholders	23,167	19,784
Investment income on deposit premiums from policyholders	15,130	13,750
Reversal of outstanding claims	8,847	-
Foreign exchange gains	-	5,602
Other underwriting income	244	1,539
Investment income:	**81,322**	**62,163**
Interest and dividends income	59,396	54,910
Investment gains on money trusts	2	0
Gains on sales of securities	35,125	19,857
Gains on redemption of securities	1,868	276
Foreign exchange gains	-	777
Other investment income	60	91
Transfer of investment income on deposit premiums from policyholders	(15,130)	(13,750)
Other ordinary income	**8,956**	**5,616**
Ordinary expenses:	**1,355,823**	**1,357,407**
Underwriting expenses:	**1,133,794**	**1,149,834**
Net claims paid	724,662	679,990
Loss adjustment expenses	66,686	71,258
Commissions and collection expenses	251,774	261,202
Maturity refunds to policyholders	63,608	60,182
Dividends to policyholders	18	11
Provision for outstanding claims	-	23,195
Provision for underwriting reserves	22,641	53,008
Foreign exchange losses	3,139	-
Other underwriting expenses	1,263	985
Investment expenses:	**20,788**	**7,946**
Losses on sales of securities	3,039	2,371
Impairment losses on securities	11,023	956
Losses on redemption of securities	0	249
Losses on derivative transactions	3,953	2,451
Foreign exchange losses	620	-
Other investment expenses	2,150	1,918
Operating expenses and general and administrative expenses	**198,919**	**197,089**
Other ordinary expenses:	**2,321**	**2,536**
Interest expense	617	787
Provision for bad debts	-	438
Losses on bad debts	1	0
Other ordinary expenses	1,702	1,310
Ordinary profit	**58,615**	**32,476**
Extraordinary income:	**168**	**651**
Gains on sales of fixed assets	168	651
Extraordinary losses:	**18,420**	**8,295**
Losses on sales of fixed assets	1,444	4,120
Impairment losses on fixed assets	261	2,362
Provision for reserves under the special laws:	16,714	1,808
Provision for reserve for price fluctuation	16,714	1,808
Losses on reduction of tangible fixed assets	-	3
Income before income taxes	**40,363**	**24,832**
Income taxes - current	**13,559**	**29,463**
Income taxes - deferred	**(17,980)**	**(26,240)**
Total income taxes	**(4,420)**	**3,222**
Net income	**44,784**	**21,610**

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2020	March 31, 2021
(A) Total amount of solvency margin	1,148,081	1,438,465
Total net assets	348,002	341,763
Reserve for price fluctuation	30,088	31,896
Contingency reserve	906	992
Catastrophe reserve	299,132	331,141
General bad debt reserve	123	252
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions)	338,684	600,213
Net unrealized gains/(losses) on land	27,385	35,864
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	58,800	54,400
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	4,269	4,579
Others	49,228	46,521
(B) Total amount of risks $\sqrt{(R_1+R_2)^2+(R_3+R_4)^2}+R_5+R_6$	326,916	363,749
General insurance risk (R_1)	114,413	117,505
Insurance risk of third sector insurance contracts (R_2)	-	-
Assumed interest rate risk (R_3)	6,634	6,083
Asset management risk (R_4)	194,535	251,845
Business administration risk (R_5)	8,060	8,936
Catastrophe risk (R_6)	87,425	71,379
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	702.3 %	790.9 %

(3) Mitsui Direct General Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Assets)		
Cash, deposits and savings:	**12,133**	**12,842**
Deposits in banks	12,133	12,842
Investments in securities:	**35,972**	**38,314**
Municipal bonds	17,072	20,400
Corporate bonds	12,459	11,428
Other securities	6,441	6,485
Tangible fixed assets:	**447**	**876**
Buildings	40	254
Other tangible fixed assets	407	622
Intangible fixed assets:	**5,880**	**4,650**
Software	5,880	4,650
Other intangible fixed assets	0	0
Other assets:	**5,339**	**5,171**
Premiums receivable	0	0
Reinsurance accounts receivable	13	0
Other receivables	3,350	3,250
Accrued income	35	34
Income taxes receivable	40	-
Guarantee deposits	350	440
Suspense payments	1,547	1,444
Other assets	0	0
Bad debt reserve	**(4)**	**(4)**
Total assets	**59,768**	**61,850**
(Liabilities)		
Policy liabilities:	**43,705**	**43,980**
Outstanding claims	22,946	23,068
Underwriting reserves	20,759	20,912
Other liabilities:	**1,405**	**2,106**
Reinsurance accounts payable	1	1
Income taxes payable	95	390
Unearned income	49	37
Other payables	1,218	1,468
Suspense receipts	22	10
Asset retirement obligations	18	197
Reserve for pension and retirement benefits	**219**	**303**
Accrued bonuses for employees	**288**	**299**
Reserves under the special laws:	**79**	**86**
Reserve for price fluctuation	79	86
Deferred tax liabilities	**50**	**85**
Total liabilities	**45,750**	**46,862**
(Net assets)		
Common stock	**39,106**	**39,106**
Capital surplus:	**9,006**	**9,006**
Additional paid-in capital	9,006	9,006
Retained earnings:	**(34,083)**	**(33,104)**
Other retained earnings:	(34,083)	(33,104)
Retained earnings brought forward	(34,083)	(33,104)
Total shareholders' equity	**14,028**	**15,007**
Net unrealized gains/(losses) on investments in securities	**(10)**	**(18)**
Total valuation and translation adjustments	**(10)**	**(18)**
Total net assets	**14,017**	**14,988**
Total liabilities and net assets	**59,768**	**61,850**

Non-Consolidated Statements of Income

(Yen in millions)

Items	Year ended March 31, 2020	Year ended March 31, 2021
Ordinary income:	**37,933**	**36,554**
Underwriting income:	**37,883**	**36,497**
Net premiums written	36,374	36,477
Investment income on deposit premiums from policyholders	21	20
Reversal of outstanding claims	1,486	-
Investment income:	**28**	**31**
Interest and dividends income	50	51
Transfer of investment income on deposit premiums from policyholders	(21)	(20)
Other ordinary income	**21**	**25**
Ordinary expenses:	**37,755**	**35,135**
Underwriting expenses:	**27,793**	**24,030**
Net claims paid	24,469	20,547
Loss adjustment expenses	2,789	2,870
Commissions and collection expenses	337	338
Provision for outstanding claims	-	122
Provision for underwriting reserves	196	152
Investment expenses:	**-**	**-**
Operating expenses and general and administrative expenses	**9,957**	**11,096**
Other ordinary expenses:	**4**	**7**
Provision for bad debts	1	-
Other ordinary expenses	2	7
Ordinary profit	**178**	**1,419**
Extraordinary income	**-**	**-**
Extraordinary losses:	**31**	**111**
Losses on sales of fixed assets	24	54
Provision for reserves under the special laws:	7	7
Provision for reserve for price fluctuation	7	7
Other extraordinary losses	-	49
Income before taxes	**146**	**1,307**
Income taxes - current	**(0)**	**294**
Income taxes - deferred	**(12)**	**34**
Total income taxes	**(12)**	**328**
Net income	**159**	**978**

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2020	March 31, 2021
(A) Total amount of solvency margin	15,305	16,291
Total net assets	14,028	15,007
Reserve for price fluctuation	79	86
Contingency reserve	0	0
Catastrophe reserve	1,205	1,214
General bad debt reserve	2	1
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions)	(10)	(18)
Net unrealized gains/(losses) on land	-	-
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	-	-
Others	-	-
(B) Total amount of risks $\sqrt{(R_1+R_2)^2+(R_3+R_4)^2}+R_5+R_6$	5,809	5,468
General insurance risk (R_1)	5,227	4,879
Insurance risk of third sector insurance contracts (R_2)	-	-
Assumed interest rate risk (R_3)	0	0
Asset management risk (R_4)	955	1,009
Business administration risk (R_5)	194	185
Catastrophe risk (R_6)	300	300
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	526.9 %	595.8 %

(4) Mitsui Sumitomo Aioi Life Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Assets)		
Cash, deposits and savings:	**196,400**	**74,851**
Cash on hand	0	0
Deposits in banks	196,400	74,851
Receivables under resale agreements	**407,722**	**-**
Investments in securities:	**3,757,612**	**4,313,867**
Government bonds	2,529,779	3,077,284
Municipal bonds	163,827	132,491
Corporate bonds	857,138	796,309
Domestic stocks	682	785
Foreign securities	166,282	253,557
Other securities	39,900	53,438
Loans:	**63,130**	**58,858**
Policy loans	63,130	58,858
Tangible fixed assets:	**4,345**	**8,010**
Buildings	476	431
Lease assets	2,472	6,073
Other tangible fixed assets	1,396	1,506
Intangible fixed assets:	**32,841**	**32,164**
Software	22,321	23,356
Other intangible fixed assets	10,519	8,807
Due from agencies	**1,996**	**1,518**
Reinsurance accounts receivable	**868**	**994**
Other assets:	**45,651**	**43,538**
Other receivables	33,184	32,227
Prepaid expenses	2,551	3,126
Accrued income	7,103	7,405
Guarantee deposits	391	367
Derivative financial instruments	151	2
Suspense payments	494	397
Other assets	1,774	11
Deferred tax assets	**-**	**676**
Bad debt reserve	**(97)**	**(89)**
Total assets	**4,510,472**	**4,534,390**

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Liabilities)		
Policy liabilities:	**3,779,645**	**4,007,521**
Outstanding claims	31,886	33,569
Underwriting reserves	3,737,682	3,964,029
Reserve for dividends to policyholders	10,077	9,923
Due to agencies	**3,623**	**3,063**
Reinsurance accounts payable	**291**	**302**
Other liabilities:	**449,640**	**251,978**
Payables under repurchase agreements	412,965	110,343
Payables under securities lending transactions	25,072	126,101
Income taxes payable	532	3,538
Other payables	777	345
Accrued expenses	7,480	6,828
Unearned income	0	0
Deposits received	110	115
Derivative financial instruments	-	2,253
Lease obligations	1,296	333
Asset retirement obligations	437	429
Suspense receipts	475	521
Other liabilities	491	1,168
Reserve for pension and retirement benefits	**3,856**	**4,234**
Reserve for retirement benefits for officers	**9**	**7**
Reserves under the special laws:	**8,725**	**9,853**
Reserve for price fluctuation	8,725	9,853
Deferred tax liabilities	**3,891**	**-**
Total liabilities	**4,249,683**	**4,276,962**
(Net assets)		
Common stock	**85,500**	**85,500**
Capital surplus:	**93,688**	**93,688**
Additional paid-in capital	63,214	63,214
Other capital surplus	30,473	30,473
Retained earnings:	**19,000**	**25,115**
Legal earned reserve	1,365	2,524
Other retained earnings:	17,635	22,590
Retained earnings brought forward	17,635	22,590
Total shareholders' equity	**198,188**	**204,303**
Net unrealized gains/(losses) on investments in securities	**62,599**	**53,124**
Total valuation and translation adjustments	**62,599**	**53,124**
Total net assets	**260,788**	**257,428**
Total liabilities and net assets	**4,510,472**	**4,534,390**

Non-Consolidated Statements of Income

(Yen in millions)

Items	Year ended March 31, 2020	Year ended March 31, 2021
Ordinary income:	**604,202**	**568,421**
Insurance premiums and others:	**535,885**	**513,183**
Insurance premiums	521,297	511,986
Reinsurance income	14,588	1,196
Investment income:	**65,682**	**51,023**
Interest and dividends income:	48,920	48,701
Interest on deposits	0	0
Interest and dividends on securities	47,078	46,985
Interest on loans	1,728	1,598
Other interest and dividends	113	118
Gains on sales of securities	15,396	2,258
Gains on redemption of securities	1,346	56
Reversal of bad debts	19	7
Other ordinary income:	**2,633**	**4,214**
Receipts of annuities with special conditions	1,251	2,672
Receipts of deferred insurance claims	1,250	1,411
Other ordinary income	131	130
Ordinary expenses:	**585,542**	**542,796**
Insurance claims and others:	**239,304**	**218,116**
Insurance claims	44,867	48,323
Annuity payments	19,046	19,302
Benefits	30,996	31,943
Surrender benefits	122,671	113,104
Other refunds	4,237	3,845
Reinsurance premiums	17,484	1,596
Provision for underwriting reserves and others:	**232,193**	**228,029**
Provision for outstanding claims	483	1,682
Provision for underwriting reserves	231,709	226,346
Provision for interest portion of reserve for dividends to policyholders	0	0
Investment expenses:	**13,999**	**708**
Losses on sales of securities	7,790	389
Losses on derivative transactions	1,241	176
Foreign exchange losses	2	1
Other investment expenses	4,965	140
Operating expenses	**82,423**	**77,298**
Other ordinary expenses:	**17,620**	**18,643**
Payments of deferred insurance claims	1,280	1,330
Taxes	7,526	7,798
Depreciation	8,419	9,109
Provision for reserve for pension and retirement benefits	381	377
Other ordinary expenses	12	28
Ordinary profit	**18,659**	**25,624**
Extraordinary income:	**0**	**0**
Gains on sales of fixed assets	0	0
Extraordinary losses:	**939**	**1,438**
Losses on sales of fixed assets	13	309
Provision for reserves under the special laws:	926	1,128
Provision for reserve for price fluctuation	926	1,128
Provision for reserve for dividends to policyholders	**8,638**	**8,151**
Income before income taxes	**9,081**	**16,036**
Income taxes - current	**2,962**	**5,007**
Income taxes - deferred	**(1,381)**	**(883)**
Total income taxes	**1,580**	**4,124**
Net income	**7,500**	**11,911**

Business Results

Amount of Policies in Force and New Policies

(1) Policies in force (Yen in 100 millions)

	March 31, 2020		March 31, 2021	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	3,726	237,974	3,815	236,240
Individual annuities	171	6,605	166	6,428
Group insurance	-	88,884	-	93,562
Group annuities	-	2	-	2

(Notes) 1. The amounts of individual annuities represent the total sum of (a) the funds to be held at the time annuity payments are to commence for the policies for which annuity payments have not yet commenced and (b) the underwriting reserves for the policies for which annuity payments have commenced.
2. The amounts of group annuities represent the underwriting reserves.

(2) New policies (Yen in 100 millions)

	Year ended March 31, 2020				Year ended March 31, 2021			
	Number of policies (in thousands)	Amount			Number of policies (in thousands)	Amount		
			New policies	Net increase by conversion			New policies	Net increase by conversion
Individual insurance	319	20,623	20,623	-	254	17,634	17,634	-
Individual annuities	1	60	60	-	1	56	56	-
Group insurance	-	964	964	-	-	1,149	1,149	-
Group annuities	-	-	-	-	-	-	-	-

(Note) The amounts of individual annuities represent the funds to be held at the time annuity payments are to commence.

Annualized Premiums

(1) Policies in force (Yen in 100 millions)

	March 31, 2020	March 31, 2021
Individual insurance	4,075	4,069
Individual annuities	406	409
Total:	4,481	4,479
Medical coverage, living benefits, etc.	1,381	1,460

(2) New policies (Yen in 100 millions)

	Year ended March 31, 2020	Year ended March 31, 2021
Individual insurance	290	259
Individual annuities	2	2
Total:	293	262
Medical coverage, living benefits, etc.	192	146

(Notes) 1. An annualized premium is the annual total of premiums that is obtained by multiplying the amount of a single payment with the number of payments per year in accordance with the premium payment method. An annualized premium for a lump-sum payment policy is the premium divided by the number of years of coverage.
2. "Medical coverage, living benefits, etc." represents the portion of annualized premiums that corresponds to medical coverage benefits (for hospitalization, surgeries, etc.), living benefits (for specified diseases, nursing care, etc.) and premium waiver benefits (excluding those for disability, but including those for specified diseases, nursing care, etc.).

Non-Consolidated Business Performance

(Yen in millions)

	Year ended March 31, 2020	Year ended March 31, 2021	Change
Fundamental revenues:	588,805	566,155	(22,649)
Insurance premiums and others	535,885	513,183	(22,702)
Fundamental expenses	575,198	541,343	(33,854)
Fundamental profit	13,607	24,811	11,204
Capital gains/(losses)	6,366	1,691	(4,674)
Non-recurring gains/(losses)	(1,313)	(878)	434
Ordinary profit	18,659	25,624	6,965
Extraordinary income	0	0	0
Extraordinary losses	939	1,438	498
Provision for reserve for dividends to policyholders	8,638	8,151	(487)
Income taxes	1,580	4,124	2,543
Net income	7,500	11,911	4,410

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2020	March 31, 2021
(A) Total amount of solvency margin	492,307	490,784
Total capital	193,323	199,693
Reserve for price fluctuation	8,725	9,853
Contingency reserve	38,888	39,775
General bad debt reserve	3	3
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions) x 90%	78,249	66,405
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	168,067	167,964
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Brought in capital	-	-
Deductions	-	-
Others	5,048	7,087
(B) Total amount of risks $\sqrt{(R_1+R_8)^2+(R_2+R_3+R_7)^2}+R_4$	63,551	68,186
Insurance risk (R_1)	18,352	18,468
Insurance risk of third sector insurance contracts (R_8)	16,532	17,227
Assumed interest rate risk (R_2)	3,210	3,242
Minimum guarantee risk (R_7)	-	-
Asset management risk (R_3)	47,841	52,692
Business administration risk (R_4)	1,718	1,832
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	1,549.3 %	1,439.5 %

(5) Mitsui Sumitomo Primary Life Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2020	March 31, 2021
(Assets)		
Cash, deposits and savings:	**399,783**	**807,492**
Deposits in banks	399,783	807,492
Monetary claims bought	**100,995**	**100,993**
Money trusts	**1,660,997**	**1,710,444**
Investments in securities:	**4,342,621**	**4,039,282**
Government bonds	14,566	14,496
Municipal bonds	2,225	1,713
Corporate bonds	64,909	63,776
Foreign securities	2,235,824	1,901,831
Other securities	2,025,095	2,057,463
Loans:	**215,294**	**264,182**
Policy loans	311	280
General loans	214,983	263,901
Tangible fixed assets:	**1,046**	**901**
Buildings	322	322
Lease assets	632	513
Other tangible fixed assets	90	65
Intangible fixed assets:	**12,565**	**13,510**
Software	12,398	13,371
Lease assets	167	139
Reinsurance accounts receivable	**8,971**	**5,497**
Other assets:	**29,497**	**23,735**
Other receivables	9,691	3,893
Prepaid expenses	1,310	1,436
Accrued income	17,618	13,358
Guarantee deposits	579	4,818
Derivative financial instruments	6	-
Suspense payments	290	229
Deferred tax assets	**43,132**	**58,712**
Total assets	**6,814,907**	**7,024,753**
(Liabilities)		
Policy liabilities:	**6,463,416**	**6,482,031**
Outstanding claims	19,394	24,209
Underwriting reserves	6,444,021	6,457,822
Due to agencies	**3,581**	**4,808**
Reinsurance accounts payable	**4,997**	**4,238**
Other liabilities:	**68,587**	**93,090**
Income taxes payable	1,396	30,405
Other payables	6,156	5,182
Accrued expenses	4,986	4,940
Deposits received	54,136	49,651
Derivative financial instruments	3	920
Lease obligations	881	725
Asset retirement obligations	177	179
Suspense receipts	849	1,084
Reserves under the special laws:	**79,500**	**180,000**
Reserve for price fluctuation	79,500	180,000
Total liabilities	**6,620,083**	**6,764,169**
(Net assets)		
Common stock	**41,060**	**41,060**
Capital surplus:	**24,735**	**24,735**
Additional paid-in capital	24,735	24,735
Retained earnings:	**117,883**	**154,113**
Legal earned reserve	5,726	7,104
Other retained earnings:	112,157	147,009
Retained earnings brought forward	112,157	147,009
Total shareholders' equity	**183,678**	**219,908**
Net unrealized gains/(losses) on investments in securities	**(5,340)**	**36,961**
Net deferred gains/(losses) on hedges	**16,486**	**3,713**
Total valuation and translation adjustments	**11,145**	**40,675**
Total net assets	**194,823**	**260,584**
Total liabilities and net assets	**6,814,907**	**7,024,753**

Non-Consolidated Statements of Income

(Yen in millions)

Items	Year ended March 31, 2020	Year ended March 31, 2021
Ordinary income:	**1,161,038**	**2,039,152**
Insurance premiums and others:	**950,922**	**892,179**
Insurance premiums	872,119	785,407
Reinsurance income	78,803	106,771
Investment income:	**113,966**	**1,142,890**
Interest and dividends income:	87,232	81,570
Interest on deposits	46	9
Interest and dividends on securities	78,900	72,121
Interest on loans	8,056	9,018
Other interest and dividends	228	420
Investment gains on money trusts	17,881	210,974
Gains on sales of securities	8,542	152,133
Gains on redemption of securities	310	1,812
Foreign exchange gains	-	384,614
Other investment income	-	19
Investment gains on separate accounts	-	311,765
Other ordinary income:	**96,149**	**4,082**
Receipts of annuities with special conditions	3,354	3,749
Reversal of outstanding claims	1,284	-
Reversal of underwriting reserves	90,891	-
Other ordinary income	618	333
Ordinary expenses:	**1,129,577**	**1,879,055**
Insurance claims and others:	**696,196**	**1,805,686**
Insurance claims	97,940	110,180
Annuity payments	87,549	84,870
Benefits	184,780	214,550
Surrender benefits	175,752	1,209,445
Other refunds	4,118	3,844
Reinsurance premiums	146,055	182,794
Provision for underwriting reserves and others:	**-**	**18,614**
Provision for outstanding claims	-	4,814
Provision for underwriting reserves	-	13,800
Investment expenses:	**373,891**	**784**
Interest expense	15	11
Investment losses on trading securities	-	1
Losses on sales of securities	528	738
Impairment losses on securities	2,256	-
Losses on redemption of securities	15	0
Foreign exchange losses	313,543	-
Other investment expenses	74	32
Investment losses on separate accounts	57,457	-
Operating expenses	**50,304**	**44,258**
Other ordinary expenses:	**9,184**	**9,711**
Taxes	5,811	6,016
Depreciation	3,366	3,690
Other ordinary expenses	6	4
Ordinary profit	**31,461**	**160,097**
Extraordinary income:	**-**	**-**
Extraordinary losses:	**3,500**	**100,500**
Provision for reserves under the special laws:	3,500	100,500
Provision for reserve for price fluctuation	3,500	100,500
Income before income taxes	**27,961**	**59,597**
Income taxes - current	**7,963**	**43,543**
Income taxes - deferred	**(312)**	**(27,064)**
Total income taxes	**7,650**	**16,479**
Net income	**20,310**	**43,117**

Business Results

Amount of Policies in Force and New Policies

(1) Policies in force (Yen in 100 millions)

	March 31, 2020		March 31, 2021	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	825	42,587	663	42,277
Individual annuities	386	22,553	377	23,680
Group insurance	-	-	-	-
Group annuities	-	-	-	-

(Note) The amounts of individual annuities represent the total sum of (a) the funds to be held at the time annuity payments are to commence (the premium reserves in the case of individual variable annuities) for the policies for which annuity payments have not yet commenced and (b) the underwriting reserves for the policies for which annuity payments have commenced.

(2) New policies (Yen in 100 millions)

	Year ended March 31, 2020				Year ended March 31, 2021			
	Number of policies (in thousands)	Amount	New policies	Net increase by conversion	Number of policies (in thousands)	Amount	New policies	Net increase by conversion
Individual insurance	95	7,111	7,111	-	84	6,708	6,708	-
Individual annuities	26	1,716	1,716	-	18	1,174	1,174	-
Group insurance	-	-	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-	-	-

(Note) The amounts of individual annuities represent the funds to be held at the time annuity payments are to commence (the premium reserves at the time of enrollment in the case of individual variable annuities).

Annualized Premiums

(1) Policies in force (Yen in 100 millions)

	March 31, 2020	March 31, 2021
Individual insurance	3,318	3,661
Individual annuities	2,660	2,674
Total:	5,979	6,335
Medical coverage, living benefits, etc.	0	4

(2) New policies (Yen in 100 millions)

	Year ended March 31, 2020	Year ended March 31, 2021
Individual insurance	668	674
Individual annuities	310	236
Total:	979	911
Medical coverage, living benefits, etc.	-	3

(Notes) 1. An annualized premium is the annual total of premiums that is obtained by multiplying the amount of a single payment with the number of payments per year in accordance with the premium payment method. An annualized premium for a lump-sum payment policy is the premium divided by the number of years of coverage.

2. "Medical coverage, living benefits, etc." represents the portion of annualized premiums that corresponds to medical coverage benefits (for hospitalization, surgeries, etc.), living benefits (for specified diseases, nursing care, etc.) and premium waiver benefits (excluding those for disability, but including those for specified diseases, nursing care, etc.).

Non-Consolidated Business Performance

(Yen in millions)

	Year ended March 31, 2020	Year ended March 31, 2021	Change
Fundamental revenues:	1,229,009	1,918,471	689,461
Insurance premiums and others	950,922	892,179	(58,742)
Fundamental expenses	1,256,981	1,877,608	620,627
Fundamental profit/(loss)	(27,972)	40,862	68,834
Capital gains/(losses)	55,671	119,941	64,270
Non-recurring gains/(losses)	3,762	(707)	(4,469)
Ordinary profit	31,461	160,097	128,636
Extraordinary income	-	-	-
Extraordinary losses	3,500	100,500	97,000
Provision for reserve for dividends to policyholders	-	-	-
Income taxes	7,650	16,479	8,829
Net income	20,310	43,117	22,806

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2020	March 31, 2021
(A) Total amount of solvency margin	546,005	711,185
Total capital	179,481	198,130
Reserve for price fluctuation	79,500	180,000
Contingency reserve	80,497	81,204
General bad debt reserve	-	-
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions) x 90% (100% in case of negative value)	(7,417)	44,019
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	172,286	160,823
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Brought in capital	-	-
Deductions	-	-
Others	41,657	47,007
(B) Total amount of risks $\sqrt{(R_1+R_8)^2+(R_2+R_3+R_7)^2}+R_4$	146,376	134,845
Insurance risk (R_1)	996	1,140
Insurance risk of third sector insurance contracts (R_8)	2	2
Assumed interest rate risk (R_2)	53,345	36,904
Minimum guarantee risk (R_7)	1,656	1,328
Asset management risk (R_3)	88,480	93,941
Business administration risk (R_4)	2,889	2,666
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	746.0 %	1,054.8 %

3. Supplementary Information on Business Results for the Year Ended March 31, 2021 for Press Conference

(1) Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

1. Basic Information

(Yen in 100 millions)

		Year ended March 31, 2020 (A)	Six months ended September 30, 2020 (B)	Year ended March 31, 2021 (C)	Change (C) - (A)	Change (C) - (B)
1	Net premiums written	15,479	8,061	15,595	116	-
	Change ratio	2.3 %	0.3 %	0.8 %	(1.5)%	0.5 %
2	Total assets	66,860	67,616	70,981	4,120	3,364
3	Net loss ratio	63.3 %	54.9 %	59.8 %	(3.5)%	4.9 %
4	Net expense ratio	32.0 %	31.5 %	32.7 %	0.7 %	1.2 %
5	Combined ratio	95.3 %	86.4 %	92.5 %	(2.8)%	6.1 %
	Underwriting result ratio	4.7 %	13.6 %	7.5 %	2.8 %	(6.1)%
6	Voluntary automobile insurance					
	Net premiums written	6,703	3,414	6,834	130	-
	Change ratio	2.0 %	1.3 %	2.0 %	-	0.7 %
	Underwriting result ratio	7.3 %	14.6 %	11.1 %	3.8 %	(3.5)%
	Net loss ratio	60.4 %	53.6 %	56.5 %	(3.9)%	2.9 %
	Net expense ratio	32.3 %	31.8 %	32.4 %	0.1 %	0.6 %
7	Fire and allied insurance					
	Net premiums written	2,060	1,270	2,333	273	-
	Change ratio	3.6 %	10.8 %	13.3 %	9.7 %	2.5 %
	Underwriting result ratio	(23.5)%	10.1 %	(4.8)%	18.7 %	(14.9)%
	Net loss ratio	80.8 %	51.9 %	63.8 %	(17.0)%	11.9 %
	Net expense ratio	42.7 %	38.0 %	41.0 %	(1.7)%	3.0 %
8	Number of employees	14,371	14,343	14,168	(203)	(175)
9	Number of agencies	36,478	35,577	34,162	(2,316)	(1,415)

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written
2. Net expense ratio = (commissions and collection expenses + operating expenses and general administrative expenses for underwriting) / net premiums written
3. Combined ratio = net loss ratio + net expense ratio
4. Underwriting result ratio = 1 - combined ratio

(Reference) Consolidated Business Performance of MS&AD Insurance Group Holdings, Inc. (Yen in 100 millions)

		Year ended March 31, 2020 (A)	Six months ended September 30, 2020 (B)	Year ended March 31, 2021 (C)	Change (C) - (A)	Change (C) - (B)
1	Ordinary income	51,683	27,344	48,922	(2,761)	-
2	Net premiums written	35,737	18,690	35,009	(727)	-
	Change ratio	2.1 %	(3.0)%	(2.0)%	(4.1)%	1.0 %
3	Life insurance premiums	9,437	566	(2,023)	(11,460)	-
	Change ratio	(26.7)%	(89.8)%	(121.4)%	(94.7)%	(31.6)%
4	Ordinary profit	1,577	1,155	3,065	1,488	-
5	Net income attributable to owners of the parent	1,430	966	1,443	13	-

2. Other Information

(a) Impairment losses on securities

(Yen in 100 millions)

	Year ended March 31, 2020	Six months ended September 30, 2020	Year ended March 31, 2021
Domestic bonds	-	-	-
Domestic stocks	175	10	8
Foreign securities	33	-	0
Other securities	-	-	-
Total	208	10	9

(Note) Apart from the above, Losses on valuation of shares of subsidiaries and associates of ¥186.3 billion was recorded under Extraordinary losses in the year ended March 31, 2020.

Rules for recognition of impairment

In principle, the Company recognizes impairment losses on securities if the fair value declines by 30% or more from the cost.

(b) Impairment losses on fixed assets

(Yen in 100 millions)

	Year ended March 31, 2020	Six months ended September 30, 2020	Year ended March 31, 2021
Land	0	-	1
Buildings	4	-	1
Others	-	-	-
Total	4	-	2

(c) Unrealized gains and losses on investments in securities

(Yen in 100 millions)

	March 31, 2020	September 30, 2020	March 31, 2021
Domestic bonds	1,343	1,241	1,127
Domestic stocks	8,108	9,730	13,026
Foreign securities	35	187	336
Other securities	(8)	27	60
Total	9,478	11,187	14,550

(Notes) 1. The above table describes available-for-sale securities with practically determinable fair value.
2. Monetary claims bought are included in “Other securities”.

(d) Losses caused by natural disasters in Japan, excluding residential earthquake insurance

(Yen in 100 millions)

	Year ended March 31, 2020	Six months ended September 30, 2020	Year ended March 31, 2021
Direct claims paid	1,781	99	412
Net claims paid	643	97	376
Outstanding claims	67	244	51

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(e) Catastrophe reserve (Yen in 100 millions)

Lines of insurance	March 31, 2020			September 30, 2020			March 31, 2021		
	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision
Fire and allied	998	48.6 %	632	1,114	43.9 %	115	1,009	43.3 %	223
Marine	813	131.4 %	15	804	149.5 %	6	800	150.9 %	13
Personal accident	748	51.0 %	46	772	50.5 %	24	794	54.5 %	46
Voluntary automobile	978	14.6 %	214	1,087	15.9 %	109	1,197	17.5 %	218
Other	1,907	68.4 %	106	1,968	64.5 %	60	1,964	68.6 %	90
Total	5,446	39.9 %	1,015	5,747	39.7 %	316	5,767	41.1 %	592

(Notes) 1. Reserve ratio = catastrophe reserve / (net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance)) x 100
Reserve ratio for September 30 is calculated on an annualized basis using net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance) multiplied by two as a denominator.
2. Provision = gross provision

(f) Reinsurance assumed (Yen in 100 millions)

Lines of insurance	Year ended March 31, 2020		Year ended March 31, 2021	
	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid
Fire and allied	321	138	357	158
Marine	183	96	154	70
Personal accident	31	17	31	26
Voluntary automobile	49	20	34	29
Compulsory automobile liability	1,366	1,256	1,094	1,166
Other	215	165	222	115
Total	2,166	1,694	1,895	1,565

(g) Reinsurance ceded (Yen in 100 millions)

Lines of insurance	Year ended March 31, 2020		Year ended March 31, 2021	
	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid
Fire and allied	1,504	1,934	1,528	1,106
Marine	411	243	400	162
Personal accident	135	63	55	37
Voluntary automobile	109	177	106	75
Compulsory automobile liability	1,220	1,171	957	1,050
Other	705	418	837	398
Total	4,087	4,009	3,885	2,830

(2) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

1. Basic Information

(Yen in 100 millions)

		Year ended March 31, 2020 (A)	Six months ended September 30, 2020 (B)	Year ended March 31, 2021 (C)	Change (C) - (A)	Change (C) - (B)
1	Net premiums written	12,767	6,521	12,814	46	-
	Change ratio	3.5 %	(0.7)%	0.4 %	(3.1)%	1.1 %
2	Total assets	34,207	35,189	37,452	3,245	2,263
3	Net loss ratio	62.0 %	54.7 %	58.6 %	(3.4)%	3.9 %
4	Net expense ratio	34.5 %	34.0 %	34.9 %	0.4 %	0.9 %
5	Combined ratio	96.5 %	88.7 %	93.5 %	(3.0)%	4.8 %
	Underwriting result ratio	3.5 %	11.3 %	6.5 %	3.0 %	(4.8)%
6	Voluntary automobile insurance					
	Net premiums written	7,130	3,641	7,295	165	-
	Change ratio	4.1 %	1.7 %	2.3 %	(1.8)%	0.6 %
	Underwriting result ratio	8.7 %	17.3 %	13.4 %	4.7 %	(3.9)%
	Net loss ratio	59.4 %	51.5 %	54.3 %	(5.1)%	2.8 %
	Net expense ratio	31.9 %	31.2 %	32.3 %	0.4 %	1.1 %
7	Fire and allied insurance					
	Net premiums written	1,992	1,100	2,077	85	-
	Change ratio	8.4 %	1.5 %	4.3 %	(4.1)%	2.8 %
	Underwriting result ratio	(17.3)%	(0.1)%	(9.0)%	8.3 %	(8.9)%
	Net loss ratio	73.8 %	59.8 %	66.3 %	(7.5)%	6.5 %
	Net expense ratio	43.5 %	40.3 %	42.7 %	(0.8)%	2.4 %
8	Number of employees	13,775	14,073	13,933	158	(140)
9	Number of agencies	48,198	48,906	48,911	713	5

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) /net premiums written
2. Net expense ratio = (commissions and collection expenses + operating expenses and general administrative expenses for underwriting) / net premiums written
3. Combined ratio = net loss ratio + net expense ratio
4. Underwriting result ratio = 1 - combined ratio

(Reference) Consolidated Business Performance of MS&AD Insurance Group Holdings, Inc.
Please refer to page 40.

2. Other Information

(a) Impairment losses on securities

(Yen in 100 millions)

	Year ended March 31, 2020	Six months ended September 30, 2020	Year ended March 31, 2021
Domestic bonds	-	-	-
Domestic stocks	109	20	3
Foreign securities	0	4	5
Other securities	-	-	-
Total	110	25	9

Rules for recognition of impairment

In principle, the Company recognizes impairment losses on securities if the fair value declines by 30% or more from the cost.

(b) Impairment losses on fixed assets

(Yen in 100 millions)

	Year ended March 31, 2020	Six months ended September 30, 2020	Year ended March 31, 2021
Land	0	7	7
Buildings	2	15	16
Others	-	-	-
Total	2	22	23

(c) Unrealized gains and losses on investments in securities

(Yen in 100 millions)

	March 31, 2020	September 30, 2020	March 31, 2021
Domestic bonds	540	511	461
Domestic stocks	2,910	4,115	5,540
Foreign securities	324	535	573
Other securities	(20)	34	72
Total	3,753	5,197	6,648

(Note) The above table describes available-for-sale securities with practically determinable fair value.

(d) Losses caused by natural disasters in Japan, excluding residential earthquake insurance

(Yen in 100 millions)

	Year ended March 31, 2020	Six months ended September 30, 2020	Year ended March 31, 2021
Direct claims paid	1,478	95	303
Net claims paid	553	94	290
Outstanding claims	40	122	(6)

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(e) Catastrophe reserve (Yen in 100 millions)

Lines of insurance	March 31, 2020			September 30, 2020			March 31, 2021		
	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision
Fire and allied	858	43.1 %	534	1,023	46.5 %	184	923	44.5 %	351
Marine	98	136.2 %	1	98	124.8 %	0	97	138.9 %	1
Personal accident	662	116.4 %	18	671	111.7 %	9	680	117.5 %	18
Voluntary automobile	571	8.0 %	228	688	9.5 %	116	805	11.0 %	233
Other	768	55.9 %	67	786	55.9 %	20	786	57.8 %	39
Total	2,959	26.6 %	849	3,268	28.2 %	332	3,292	28.9 %	644

(Notes) 1. Reserve ratio = catastrophe reserve / (net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance)) x 100
Reserve ratio for September 30 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.
2. Provision = gross provision

(f) Reinsurance assumed (Yen in 100 millions)

Lines of insurance	Year ended March 31, 2020		Year ended March 31, 2021	
	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid
Fire and allied	551	310	563	250
Marine	74	49	71	39
Personal accident	42	25	38	24
Voluntary automobile	398	204	352	218
Compulsory automobile liability	1,126	1,070	916	980
Other	216	87	167	97
Total	2,408	1,749	2,110	1,610

(g) Reinsurance ceded (Yen in 100 millions)

Lines of insurance	Year ended March 31, 2020		Year ended March 31, 2021	
	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid
Fire and allied	1,010	1,375	1,117	832
Marine	1	(0)	1	0
Personal accident	82	25	84	25
Voluntary automobile	27	98	30	22
Compulsory automobile liability	1,281	1,234	1,017	1,107
Other	373	209	405	116
Total	2,778	2,942	2,657	2,105