

**Summary of Consolidated Business Results of Tokio Marine Holdings, Inc.  
under Japanese GAAP for the six months ended September 30, 2016**



November 18, 2016

Company Name: Tokio Marine Holdings, Inc. (the "Company")

Stock Exchange Listing: Tokyo

Securities Code Number: 8766

(URL: <http://www.tokiomarinehd.com/>)

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Scheduled date for filing the quarterly securities report for the six months ended September 30, 2016: November 24, 2016

Scheduled date for starting payment of dividends: December 2, 2016

Supplementary information for quarterly financial statements: Available

Quarterly IR Conference Call: To be held (for analysts)

(Note) All amounts are truncated and all percentages are rounded.

**1. Consolidated Business Results for the six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)**

**(1) Consolidated Results of Operations**

(Note) Percentages represent the changes from the same period in the previous fiscal year.

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	million yen	%	million yen	%	million yen	%
Six months ended September 30, 2016	2,587,087	15.4	213,441	83.7	155,297	81.4
Six months ended September 30, 2015	2,241,417	3.2	116,176	(37.3)	85,605	(40.1)

(Note) Comprehensive income:

Six months ended September 30, 2016 (127,162) million yen - %

Six months ended September 30, 2015 (170,954) million yen - %

	Net income per share - Basic	Net income per share - Diluted
	yen	yen
Six months ended September 30, 2016	205.70	205.54
Six months ended September 30, 2015	113.42	113.33

**(2) Consolidated Financial Conditions**

	Total assets	Net assets	Ratio of equity capital to total assets
	million yen	million yen	%
As of September 30, 2016	21,867,478	3,344,646	15.2
As of March 31, 2016	21,855,328	3,512,656	15.9

(Reference) Equity capital:

As of September 30, 2016 3,318,980 million yen

As of March 31, 2016 3,484,725 million yen

**2. Dividends**

	Cash dividends per share				
	First quarter	Second quarter	Third quarter	Year-end	Annual total
	yen	yen	yen	yen	yen
Fiscal year 2015	-	52.50	-	57.50	110.00
Fiscal year 2016	-	67.50	-	-	-
Fiscal year 2016 (Forecast)	-	-	-	67.50	135.00

(Note) Revision to the forecasted amounts of dividends announced on May 20, 2016: None

**3. Consolidated Business Forecast for the fiscal year 2016 (April 1, 2016 to March 31, 2017)**

(Note) Percentages represent the changes from the previous fiscal year.

	Ordinary profit		Net income attributable to owners of the parent		Net income per share - Basic
	million yen	%	million yen	%	yen
Fiscal year 2016 (Full year)	395,000	2.4	280,000	10.0	370.88

(Note) Revision to the consolidated business forecast announced on May 20, 2016: Yes

**\*Notes**

(1) Significant changes with respect to the subsidiaries of the Company (changes in Specified Subsidiaries that resulted in changes in the scope of consolidation) during the six months ended September 30, 2016: None

(2) Changes in accounting policies, changes in accounting estimates, and retrospective restatements

(a) Changes in accounting policies to reflect amendments of accounting standards and related matters: None

(b) Changes in accounting policies other than (a): Yes

(c) Changes in accounting estimates: Yes

(d) Retrospective restatements: None

(Note) Please refer to Appendix p. 3 "(1) Changes in accounting policies, changes in accounting estimates, and retrospective restatements" for details.

(3) Number of shares issued (common share)

(a) Total number of the shares issued (including treasury shares)

As of September 30, 2016 757,524,375 shares

As of March 31, 2016 757,524,375 shares

(b) Number of treasury shares held

As of September 30, 2016 2,565,371 shares

As of March 31, 2016 2,839,782 shares

(c) Average number of shares outstanding

During the six months ended September 30, 2016 754,938,451 shares

During the six months ended September 30, 2015 754,695,938 shares

## Summary of Non-consolidated Business Results of Tokio Marine Holdings, Inc.

### under Japanese GAAP for the six months ended September 30, 2016

#### 1. Non-consolidated Business Results for the six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)

##### (1) Non-consolidated Results of Operations

(Note) Percentages represent the changes from the same period in the previous fiscal year.

	Operating income		Operating profit		Ordinary profit		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended September 30, 2016	23,678	(31.8)	18,927	(37.6)	18,889	(37.8)	18,927	198.2
Six months ended September 30, 2015	34,711	(28.5)	30,342	(32.5)	30,364	(32.5)	6,347	(85.9)

Net income per share - Basic	
	yen
Six months ended September 30, 2016	25.07
Six months ended September 30, 2015	8.41

##### (2) Non-consolidated Financial Conditions

	Total assets		Net assets		Ratio of equity capital to total assets	
	million yen	%	million yen	%	million yen	%
As of September 30, 2016	2,462,147		2,460,073			99.8
As of March 31, 2016	2,486,765		2,484,231			99.8

(Reference) Equity capital:

As of September 30, 2016 2,458,064 million yen

As of March 31, 2016 2,481,745 million yen

#### 2. Non-consolidated Business Forecast for the fiscal year 2016 (April 1, 2016 to March 31, 2017)

(Note) Percentages represent the changes from the previous fiscal year.

	Operating income		Ordinary profit		Net income		Net income per share - Basic
	million yen	%	million yen	%	million yen	%	yen
Fiscal year 2016 (Full year)	84,500	(12.6)	74,000	(14.8)	74,000	28.9	98.01

#### \*Disclosure regarding the execution of the interim audit process

This "Summary of Consolidated Business Results" is outside the scope of the external auditor's interim audit procedure required by the Financial Instruments and Exchange Act. The interim audit process has not been completed as of the date of the disclosure of the "Summary of Consolidated Business Results."

#### \*Notes concerning the business forecast and other items

1. Any business forecasts contained in this document are based on the information available to the Company as of the date of the release of this document and certain assumptions, and actual results may materially differ from the forecasts depending upon various factors.

2. The Company prepared its consolidated and non-consolidated interim financial statements for the six months ended September 30, 2016 because it is a "specific business company" as defined in Article 17-15, paragraph 2 of the Cabinet Office Ordinance on Disclosure of Company Information.

## Contents of Appendix

1. Qualitative information concerning the Consolidated Business Results for the six months ended September 30, 2016 .....	2
(1) Qualitative information concerning the consolidated results of operations .....	2
(2) Qualitative information concerning the consolidated financial condition .....	2
(3) Qualitative information concerning the consolidated business forecast .....	2
2. Information concerning Summary (Notes) .....	3
(1) Changes in accounting policies, changes in accounting estimates, and retrospective restatements .....	3
(2) Additional information .....	3
3. Consolidated Financial Statements .....	4
(1) Consolidated Balance Sheet .....	4
(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income .....	5
(3) Consolidated Statement of Changes in Shareholders' Equity .....	8
(4) Notes regarding going concern assumption .....	9
4. Supplementary information .....	10
(1) Summary of Consolidated Business Results .....	10
(2) Premiums written and claims paid by lines of business .....	11
(3) Securities .....	12
(4) Derivative financial instruments .....	14

## **1. Qualitative information concerning the Consolidated Business Results for the six months ended September 30, 2016**

### **(1) Qualitative information concerning the consolidated results of operations**

During the six months ended September 30, 2016, despite increased uncertainty over the exit of the United Kingdom from the European Union which resulted in continuing slow growth in Europe, the world economy as a whole gradually recovered due to continuing economic recovery in the U.S. and a trend of improvement in developing countries.

In Japan, economic growth slowly recovered due to improvement in consumer spending.

Under these conditions, as a result of our efforts to expand our business, which is centered on property and casualty and life insurance, our operating results for the six months ended September 30, 2016 were as follows:

Ordinary income increased by 345.6 billion yen to 2,587.0 billion yen from the same period in the previous year, the main components of which were underwriting income of 2,227.0 billion yen and investment income of 308.0 billion yen. Ordinary expenses increased by 248.4 billion yen to 2,373.6 billion yen from the same period in the previous year, the main components of which were underwriting expenses of 1,861.3 billion yen, investment expenses of 101.3 billion yen, and operating and general administrative expenses of 402.9 billion yen.

As a result, ordinary profit increased by 97.2 billion yen to 213.4 billion yen from the same period in the previous year.

Net income attributable to owners of the parent, composed of ordinary profit plus extraordinary gains minus extraordinary losses and total income taxes, increased by 69.6 billion yen to 155.2 billion yen from the same period in the previous year.

### **(2) Qualitative information concerning the consolidated financial condition**

As of September 30, 2016, consolidated total assets increased by 12.1 billion yen to 21,867.4 billion yen from that as of March 31, 2016. In spite of the decrease in value of assets of overseas consolidated companies caused by the appreciation of the yen, total assets increased due to accumulation of investment assets led by increased securities lending transactions, as well as the expansion of our domestic and international insurance businesses.

### **(3) Qualitative information concerning the consolidated business forecast**

The Company has revised its consolidated business forecast for the fiscal year 2016. The revised consolidated business forecast is 395.0 billion yen for ordinary profit and 280.0 billion yen for net income attributable to owners of the parent. The forecast is primarily based on the following assumptions:

- Net premiums written and life insurance premiums are projected to be 3,320.0 billion yen and 810.0 billion yen respectively, based on the Company's own projections taking into consideration the business results for the six months ended September 30, 2016 and for previous years.

- Net incurred losses relating to natural catastrophe are projected to be 45.0 billion yen for Tokio Marine & Nichido Fire Insurance Co., Ltd. and 3.0 billion yen for Nisshin Fire & Marine Insurance Co., Ltd., taking into consideration the actual results for the six months ended September 30, 2016 and for previous years.
- In regard to interest rates, exchange rates and equity market conditions, the Company assumes there will be no significant changes from market rates and conditions as of September 30, 2016.

The forecast described above is based on the information available to the Company as of the date of the release of this document and the aforementioned assumptions. The actual results may materially differ from the forecast depending upon various factors.

## **2. Information concerning Summary (Notes)**

### **(1) Changes in accounting policies, changes in accounting estimates, and retrospective restatements**

#### **(Changes in accounting policies which are difficult to distinguish from changes in accounting estimates)**

The Company and its domestic consolidated subsidiaries have changed the depreciation method for tangible fixed assets from the declining balance method to the straight-line method since the beginning of the fiscal year 2016. Previously, the Company and its domestic consolidated subsidiaries applied the declining balance method for depreciation of tangible fixed assets except for buildings (excluding fixtures attached to buildings) acquired on or after April 1, 1998, to which the straight-line method was applied.

The proportion of companies adopting the straight-line method has increased due to the recent expansion in our overseas insurance business. For this reason, the Company and its domestic consolidated subsidiaries reviewed its depreciation methods and determined that allocating depreciation expenses equally over useful lives will represent the actual situation more accurately since it is expected that tangible fixed assets owned by the Company and its domestic consolidated subsidiaries will be used stably over their useful lives. Herewith, the accounting policy of depreciation method for tangible fixed assets applied by the Company and its domestic consolidated subsidiaries is unified to that applied by its overseas consolidated subsidiaries.

As a result of this change, both ordinary profit and income before income taxes and non-controlling interests for the six months ended September 30, 2016 increased by 1,465 million yen, compared with the previous accounting method.

### **(2) Additional information**

#### **(Application of the "Implementation Guidance on Recoverability of Deferred Tax Assets")**

The Company and its domestic consolidated subsidiaries have applied the "Implementation Guidance on Recoverability of Deferred Tax Assets" (Accounting Standards Board of Japan, Guidance No. 26, March 28, 2016), since the beginning of the fiscal year 2016.

### 3. Consolidated Financial Statements

#### (1) Consolidated Balance Sheet

(Yen in millions)

	As of March 31, 2016	As of September 30, 2016
<b>Assets</b>		
Cash and bank deposits	1,031,610	785,708
Call loans	21,000	87,800
Receivables under resale agreements	4,999	24,999
Receivables under securities borrowing transactions	21,597	16,580
Monetary receivables bought	1,345,859	1,212,368
Money trusts	63,049	79,416
Securities	15,457,012	15,768,816
Loans	878,951	1,110,382
Tangible fixed assets	277,413	274,377
Intangible fixed assets	1,022,112	846,222
Other assets	1,692,808	1,625,075
Net defined benefit assets	12,440	13,060
Deferred tax assets	33,558	29,651
Customers' liabilities under acceptances and guarantees	9,026	8,211
Allowance for doubtful accounts	(16,111)	(15,195)
<b>Total assets</b>	<b>21,855,328</b>	<b>21,867,478</b>
<b>Liabilities</b>		
Insurance liabilities	15,144,114	14,934,075
Outstanding claims	2,663,123	2,489,111
Underwriting reserves	12,480,991	12,444,964
Corporate bonds	77,677	65,885
Other liabilities	2,291,591	2,723,558
Payables under securities lending transactions	704,077	1,242,160
Other liabilities	1,587,513	1,481,398
Net defined benefit liabilities	242,952	245,533
Provision for retirement benefits for directors	21	22
Provision for employees' bonus	57,355	47,331
Reserves under special laws	88,144	90,841
Price fluctuation reserve	88,144	90,841
Deferred tax liabilities	361,960	342,658
Negative goodwill	69,827	64,713
Acceptances and guarantees	9,026	8,211
<b>Total liabilities</b>	<b>18,342,671</b>	<b>18,522,832</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	150,000	150,000
Retained earnings	1,531,072	1,645,301
Treasury shares	(10,742)	(9,704)
<b>Total shareholders' equity</b>	<b>1,670,329</b>	<b>1,785,596</b>
<b>Accumulated other comprehensive income</b>		
Unrealized gains (losses) on available-for-sale securities	1,601,187	1,601,889
Deferred gains (losses) on hedge transactions	19,870	24,435
Foreign currency translation adjustments	210,134	(78,968)
Remeasurements of defined benefit plans	(16,796)	(13,973)
<b>Total accumulated other comprehensive income</b>	<b>1,814,395</b>	<b>1,533,383</b>
<b>Share acquisition rights</b>	<b>2,485</b>	<b>2,008</b>
<b>Non-controlling interests</b>	<b>25,445</b>	<b>23,657</b>
<b>Total net assets</b>	<b>3,512,656</b>	<b>3,344,646</b>
<b>Total liabilities and net assets</b>	<b>21,855,328</b>	<b>21,867,478</b>

**(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income  
(Consolidated Statement of Income)**

(Yen in millions)

	Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)	Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)
<b>Ordinary income</b>	2,241,417	2,587,087
<b>Underwriting income</b>	1,945,005	2,227,058
Net premiums written	1,735,122	1,700,833
Deposit premiums from policyholders	64,683	64,480
Investment income on deposit premiums	25,430	25,092
Life insurance premiums	116,961	434,429
<b>Investment income</b>	244,231	308,024
Interest and dividends	197,448	194,165
Gains on money trusts	0	2,992
Gains on trading securities	-	14,430
Gains on sales of securities	55,574	77,232
Gains on redemption of securities	398	475
Gains on derivatives	9,378	41,559
Transfer of investment income on deposit premiums	(25,430)	(25,092)
<b>Other ordinary income</b>	52,180	52,004
Amortization of negative goodwill	5,114	5,114
Equity in earnings of affiliates	716	-
<b>Ordinary expenses</b>	2,125,241	2,373,646
<b>Underwriting expenses</b>	1,696,436	1,861,316
Net claims paid	793,246	851,715
Loss adjustment expenses	63,840	66,660
Agency commissions and brokerage	337,163	324,590
Maturity refunds to policyholders	95,133	90,070
Dividends to policyholders	83	48
Life insurance claims	178,115	294,218
Provision for outstanding claims	143,584	72,999
Provision for underwriting reserves	79,270	158,611
<b>Investment expenses</b>	72,798	101,394
Losses on money trusts	47	1,091
Losses on trading securities	1,083	-
Losses on sales of securities	6,716	11,837
Impairment losses on securities	4,233	5,507
Losses on redemption of securities	503	1,889
Investment losses on separate accounts	46,323	21,906
<b>Operating and general administrative expenses</b>	349,816	402,970
<b>Other ordinary expenses</b>	6,189	7,964
Interest expenses	3,286	4,977
Losses on bad debts	43	167
Equity in losses of affiliates	-	273
Amortization of deferred assets under Article 113 of the Insurance Business Act	1,913	1,913
<b>Ordinary profit</b>	116,176	213,441

(Yen in millions)

	Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)	Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)
<b>Extraordinary gains</b>	153	6,965
Gains on disposal of fixed assets	76	5,468
Other extraordinary gains	76	1,496
<b>Extraordinary losses</b>	3,841	4,638
Losses on disposal of fixed assets	424	1,082
Impairment losses on fixed assets	1,272	625
Provision for reserves under special laws	2,131	2,697
Provision for price fluctuation reserve	2,131	2,697
Other extraordinary losses	14	233
<b>Income before income taxes and non-controlling interests</b>	112,487	215,768
<b>Income taxes - current</b>	45,885	71,133
<b>Income taxes - deferred</b>	(20,036)	(11,029)
<b>Total income taxes</b>	25,848	60,104
<b>Net income</b>	86,638	155,663
<b>Net income attributable to non-controlling interests</b>	1,033	366
<b>Net income attributable to owners of the parent</b>	85,605	155,297



**(Consolidated Statement of Comprehensive Income)**

(Yen in millions)

	Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)	Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)
<b>Net income</b>	86,638	155,663
<b>Other comprehensive income</b>		
Unrealized gains (losses) on available-for-sale securities	(261,018)	978
Deferred gains (losses) on hedge transactions	(11,005)	4,565
Foreign currency translation adjustments	11,498	(288,290)
Remeasurements of defined benefit plans	2,474	2,824
Share of other comprehensive income of affiliates accounted for by the equity method	456	(2,903)
<b>Total other comprehensive income</b>	(257,593)	(282,825)
<b>Total comprehensive income</b>	(170,954)	(127,162)
Comprehensive income attributable to:		
Owners of the parent	(171,040)	(125,824)
Non-controlling interests	85	(1,337)

**(3) Consolidated Statement of Changes in Shareholders' Equity**

Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)

(Yen in millions)

	Shareholders' equity			
	Share capital	Retained earnings	Treasury shares	Total shareholders' equity
Beginning balance	150,000	1,357,846	(11,038)	1,496,808
Changes during the six months				
Dividends		(41,502)		(41,502)
Net income attributable to owners of the parent		85,605		85,605
Purchases of treasury shares			(83)	(83)
Disposal of treasury shares		(133)	424	290
Changes in the scope of consolidation		(130)		(130)
Increase by merger				-
Capital increase of consolidated subsidiaries				-
Others		73		73
Net changes in items other than shareholders' equity				
Total changes during the six months	-	43,911	341	44,252
Ending balance	150,000	1,401,757	(10,696)	1,541,061

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Unrealized gains (losses) on available-for-sale securities	Deferred gains (losses) on hedge transactions	Foreign currency translation adjustments	Remeasurements of defined benefit plans			
Beginning balance	1,846,908	19,183	237,201	(21,397)	2,037	28,915	3,609,655
Changes during the six months							
Dividends							(41,502)
Net income attributable to owners of the parent							85,605
Purchases of treasury shares							(83)
Disposal of treasury shares							290
Changes in the scope of consolidation							(130)
Increase by merger							-
Capital increase of consolidated subsidiaries							-
Others							73
Net changes in items other than shareholders' equity	(260,700)	(11,005)	12,583	2,475	84	(947)	(257,509)
Total changes during the six months	(260,700)	(11,005)	12,583	2,475	84	(947)	(213,256)
Ending balance	1,586,208	8,178	249,784	(18,922)	2,121	27,967	3,396,399

Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)

(Yen in millions)

	Shareholders' equity			
	Share capital	Retained earnings	Treasury shares	Total shareholders' equity
Beginning balance	150,000	1,531,072	(10,742)	1,670,329
Changes during the six months				
Dividends		(43,394)		(43,394)
Net income attributable to owners of the parent		155,297		155,297
Purchases of treasury shares			(21)	(21)
Disposal of treasury shares		(253)	1,060	807
Changes in the scope of consolidation		2,815		2,815
Increase by merger		(215)		(215)
Capital increase of consolidated subsidiaries		(21)		(21)
Others				-
Net changes in items other than shareholders' equity				
Total changes during the six months	-	114,228	1,038	115,267
Ending balance	150,000	1,645,301	(9,704)	1,785,596

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Unrealized gains (losses) on available-for-sale securities	Deferred gains (losses) on hedge transactions	Foreign currency translation adjustments	Remeasurements of defined benefit plans			
Beginning balance	1,601,187	19,870	210,134	(16,796)	2,485	25,445	3,512,656
Changes during the six months							
Dividends							(43,394)
Net income attributable to owners of the parent							155,297
Purchases of treasury shares							(21)
Disposal of treasury shares							807
Changes in the scope of consolidation							2,815
Increase by merger							(215)
Capital increase of consolidated subsidiaries							(21)
Others							-
Net changes in items other than shareholders' equity	701	4,565	(289,103)	2,823	(476)	(1,788)	(283,277)
Total changes during the six months	701	4,565	(289,103)	2,823	(476)	(1,788)	(168,010)
Ending balance	1,601,889	24,435	(78,968)	(13,973)	2,008	23,657	3,344,646

**(4) Notes regarding going concern assumption**

Not applicable.

## 4. Supplementary information

## (1) Summary of Consolidated Business Results

(Yen in millions, except for %)

	Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)	Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)	Increase (Decrease)	Rate of change
<b>Ordinary income and expenses</b>				%
<b>Underwriting income</b>	1,945,005	2,227,058	282,052	14.5
Net premiums written	1,735,122	1,700,833	(34,288)	(2.0)
Deposit premiums from policyholders	64,683	64,480	(202)	(0.3)
Life insurance premiums	116,961	434,429	317,467	271.4
<b>Underwriting expenses</b>	1,696,436	1,861,316	164,879	9.7
Net claims paid	793,246	851,715	58,469	7.4
Loss adjustment expenses	63,840	66,660	2,820	4.4
Agency commissions and brokerage	337,163	324,590	(12,572)	(3.7)
Maturity refunds to policyholders	95,133	90,070	(5,062)	(5.3)
Life insurance claims	178,115	294,218	116,103	65.2
Provision for outstanding claims	143,584	72,999	(70,585)	(49.2)
Provision for underwriting reserves	79,270	158,611	79,340	100.1
<b>Investment income</b>	244,231	308,024	63,793	26.1
Interest and dividends	197,448	194,165	(3,283)	(1.7)
Gains on sales of securities	55,574	77,232	21,658	39.0
<b>Investment expenses</b>	72,798	101,394	28,596	39.3
Losses on sales of securities	6,716	11,837	5,120	76.2
Impairment losses on securities	4,233	5,507	1,273	30.1
<b>Operating and general administrative expenses</b>	349,816	402,970	53,153	15.2
<b>Other ordinary income and expenses</b>	45,991	44,040	(1,951)	(4.2)
Equity in earnings (losses) of affiliates	716	(273)	(990)	(138.1)
<b>Ordinary profit</b>	116,176	213,441	97,264	83.7
<b>Extraordinary gains and losses</b>				
Extraordinary gains	153	6,965	6,812	4,451.9
Extraordinary losses	3,841	4,638	796	20.7
<b>Extraordinary gains (losses)</b>	(3,688)	2,327	6,015	-
<b>Income before income taxes and non-controlling interests</b>	112,487	215,768	103,280	91.8
<b>Income taxes - current</b>	45,885	71,133	25,248	55.0
<b>Income taxes - deferred</b>	(20,036)	(11,029)	9,007	-
<b>Total income taxes</b>	25,848	60,104	34,255	132.5
<b>Net income</b>	86,638	155,663	69,025	79.7
<b>Net income attributable to non-controlling interests</b>	1,033	366	(666)	(64.5)
<b>Net income attributable to owners of the parent</b>	85,605	155,297	69,692	81.4

**(2) Premiums written and claims paid by lines of business**

Direct premiums written including deposit premiums from policyholders

(Yen in millions, except for %)

	Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)			Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)		
	Amount	Composition ratio	Rate of change	Amount	Composition ratio	Rate of change
Fire and allied lines	330,039	18.6	20.3	285,554	15.7	(13.5)
Hull and cargo	63,441	3.6	(0.7)	60,905	3.3	(4.0)
Personal accident	181,210	10.2	2.6	187,224	10.3	3.3
Voluntary automobile	664,900	37.5	6.5	667,125	36.6	0.3
Compulsory automobile liability	148,091	8.4	5.5	144,710	7.9	(2.3)
Others	384,363	21.7	17.9	477,736	26.2	24.3
<b>Total</b>	<b>1,772,047</b>	<b>100.0</b>	<b>10.4</b>	<b>1,823,257</b>	<b>100.0</b>	<b>2.9</b>
Deposit premiums from policyholders	64,683	3.7	3.0	64,480	3.5	(0.3)

Net premiums written

(Yen in millions, except for %)

	Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)			Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)		
	Amount	Composition ratio	Rate of change	Amount	Composition ratio	Rate of change
Fire and allied lines	341,579	19.7	39.2	244,921	14.4	(28.3)
Hull and cargo	61,012	3.5	7.2	52,826	3.1	(13.4)
Personal accident	116,324	6.7	2.4	124,381	7.3	6.9
Voluntary automobile	694,774	40.0	8.1	695,473	40.9	0.1
Compulsory automobile liability	155,838	9.0	4.1	149,622	8.8	(4.0)
Others	365,592	21.1	18.2	433,608	25.5	18.6
<b>Total</b>	<b>1,735,122</b>	<b>100.0</b>	<b>14.3</b>	<b>1,700,833</b>	<b>100.0</b>	<b>(2.0)</b>

Net claims paid

(Yen in millions, except for %)

	Six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)			Six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)		
	Amount	Composition ratio	Rate of change	Amount	Composition ratio	Rate of change
Fire and allied lines	116,016	14.6	(23.0)	127,616	15.0	10.0
Hull and cargo	28,576	3.6	13.3	25,980	3.1	(9.1)
Personal accident	47,660	6.0	(0.1)	48,960	5.7	2.7
Voluntary automobile	356,647	45.0	3.2	359,815	42.2	0.9
Compulsory automobile liability	114,468	14.4	(1.4)	113,467	13.3	(0.9)
Others	129,877	16.4	17.3	175,875	20.6	35.4
<b>Total</b>	<b>793,246</b>	<b>100.0</b>	<b>(0.3)</b>	<b>851,715</b>	<b>100.0</b>	<b>7.4</b>

**(3) Securities**

## 1. Bonds held to maturity

(Yen in millions)

		As of March 31, 2016			As of September 30, 2016		
		Carrying amount shown on balance sheet	Fair value	Difference	Carrying amount shown on balance sheet	Fair value	Difference
Those with fair value exceeding the carrying amount	Domestic debt securities	3,411,751	4,351,913	940,161	3,803,225	4,796,428	993,203
	Foreign securities	8,762	8,922	160	23,776	24,435	658
	Subtotal	3,420,514	4,360,836	940,322	3,827,002	4,820,863	993,861
Those with fair value not exceeding the carrying amount	Domestic debt securities	99,723	99,240	(483)	598,888	564,415	(34,473)
	Foreign securities	18,253	17,878	(375)	13,099	12,387	(711)
	Subtotal	117,976	117,118	(858)	611,988	576,803	(35,185)
Total		3,538,490	4,477,954	939,463	4,438,990	5,397,666	958,676

## 2. Bonds earmarked for underwriting reserves

(Yen in millions)

		As of March 31, 2016			As of September 30, 2016		
		Carrying amount shown on balance sheet	Fair value	Difference	Carrying amount shown on balance sheet	Fair value	Difference
Those with fair value exceeding the carrying amount	Domestic debt securities	50,128	52,996	2,868	46,541	49,031	2,490
	Foreign securities	26,948	28,318	1,370	21,219	22,352	1,132
	Subtotal	77,076	81,315	4,239	67,761	71,383	3,622
Those with fair value not exceeding the carrying amount	Domestic debt securities	-	-	-	-	-	-
	Foreign securities	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-
Total		77,076	81,315	4,239	67,761	71,383	3,622

## 3. Available-for-sale securities

(Yen in millions)

		As of March 31, 2016			As of September 30, 2016		
		Fair value shown on balance sheet	Cost	Difference	Fair value shown on balance sheet	Cost	Difference
Those with fair value exceeding the cost	Domestic debt securities	3,966,064	3,445,481	520,583	3,876,122	3,348,637	527,485
	Domestic equity securities	2,232,470	641,674	1,590,795	2,118,879	610,157	1,508,722
	Foreign securities	2,224,553	2,050,491	174,061	3,125,564	2,903,839	221,724
	Others (Note 2)	342,795	311,606	31,188	544,954	513,146	31,808
	Subtotal	8,765,883	6,449,254	2,316,628	9,665,520	7,375,780	2,289,740
Those with fair value not exceeding the cost	Domestic debt securities	89,017	90,981	(1,964)	160,947	168,518	(7,571)
	Domestic equity securities	38,289	43,563	(5,274)	44,628	50,638	(6,010)
	Foreign securities	1,835,749	1,900,677	(64,927)	791,290	834,683	(43,393)
	Others (Note 3)	1,087,045	1,117,385	(30,340)	798,953	828,966	(30,012)
	Subtotal	3,050,101	3,152,608	(102,506)	1,795,819	1,882,807	(86,987)
Total		11,815,984	9,601,863	2,214,121	11,461,340	9,258,587	2,202,752

- (Note) 1. Available-for-sale securities whose fair value cannot be measured reliably are not included in the table above.
2. As of March 31, 2016, "Others" includes negotiable certificates of deposit (fair value 95 million yen, cost 93 million yen, difference 2 million yen) which are presented as "Cash and bank deposits" on the consolidated balance sheet, and foreign mortgage securities, etc. (fair value 329,675 million yen, cost 300,918 million yen, difference 28,756 million yen) which are presented as "Monetary receivables bought" on the consolidated balance sheet.  
As of September 30, 2016, "Others" includes negotiable certificates of deposit (fair value 81 million yen, cost 79 million yen, difference 2 million yen) which are presented as "Cash and bank deposits" on the consolidated balance sheet, and foreign mortgage securities, etc. (fair value 534,421 million yen, cost 504,669 million yen, difference 29,752 million yen) which are presented as "Monetary receivables bought" on the consolidated balance sheet.
3. As of March 31, 2016, "Others" includes negotiable certificates of deposit (fair value 64,226 million yen, cost 64,226 million yen) which are presented as "Cash and bank deposits" on the consolidated balance sheet, and foreign mortgage securities, etc. (fair value 1,013,541 million yen, cost 1,043,362 million yen, difference (29,821) million yen) which are presented as "Monetary receivables bought" on the consolidated balance sheet.  
As of September 30, 2016, "Others" includes negotiable certificates of deposit (fair value 114,771 million yen, cost 114,771 million yen) which are presented as "Cash and bank deposits" on the consolidated balance sheet, and foreign mortgage securities, etc. (fair value 669,284 million yen, cost 698,140 million yen, difference (28,856) million yen) which are presented as "Monetary receivables bought" on the consolidated balance sheet.

#### 4. Securities impaired

For the fiscal year 2015, impairment losses of 19,238 million yen (domestic equity securities 1,136 million yen, foreign securities 14,960 million yen, others 3,141 million yen) were recognized for "Available-for-sale securities" with fair value. Impairment losses of 458 million yen (domestic equity securities 59 million yen, foreign securities 398 million yen) were also recognized for those whose fair value cannot be measured reliably.

For the six months ended September 30, 2016, impairment losses of 5,743 million yen (domestic equity securities 715 million yen, foreign securities 3,882 million yen, others 1,146 million yen) were recognized for "Available-for-sale securities" with fair value. Impairment losses of 988 million yen (domestic equity securities 771 million yen, foreign securities 137 million yen, others 79 million yen) were also recognized for those whose fair value cannot be measured reliably.

In principle, impairment loss on a security with fair value is recognized when the fair value is below its cost by 30% or more.

**(4) Derivative financial instruments**

(Yen in millions)

	As of March 31, 2016			As of September 30, 2016		
	Principal amount	Fair value	Unrealized gains (losses)	Principal amount	Fair value	Unrealized gains (losses)
<b>Foreign currency-related instruments</b>						
Currency futures						
Short	11,315	(0)	(0)	1,815	-	-
Long	488	9	9	298	(1)	(1)
Foreign exchange forwards						
Short	551,317	913	913	717,469	8,224	8,224
Long	57,266	(256)	(256)	24,933	(77)	(77)
Currency swaps	103,368	(1,265)	(1,265)	35,948	-	-
Currency options						
Short	60,583			384		
Short	[5,406]	6,073	(667)	[18]	4	13
Long	36,019			90		
Long	[2,424]	4,272	1,848	[212]	59	(152)
<b>Interest rate-related instruments</b>						
Interest rate futures						
Short	71,312	-	-	26,381	-	-
Long	801	-	-	1,714	-	-
Interest rate options						
Short	7,159			-		
Short	[213]	-	213	[-]	-	-
Interest rate swaps	3,079,349	38,495	38,495	2,565,190	6,898	6,898
<b>Equity-related instruments</b>						
Equity index futures						
Short	12,654	45	45	27,535	(531)	(531)
Long	4,700	83	83	10,422	192	192
Equity index options						
Short	77,990			85,250		
Short	[2,616]	1,527	1,089	[2,930]	2,777	153
Long	91,821			103,406		
Long	[9,111]	4,566	(4,544)	[9,446]	6,126	(3,319)
<b>Bond-related instruments</b>						
Bond futures						
Short	167,555	41	41	253,894	(2,253)	(2,253)
Long	-	-	-	96,713	555	555
Bond future options						
Short	-			91,274		
Short	[-]	-	-	[625]	465	159
Long	-			104,618		
Long	[-]	-	-	[623]	407	(216)
Bond over-the-counter options						
Short	56,920			30,904		
Short	[793]	687	106	[88]	111	(23)
Long	46,740			30,904		
Long	[285]	266	(19)	[166]	63	(103)
<b>Credit-related instruments</b>						
Credit derivatives						
Sell protection	17,250	(318)	(318)	15,408	(70)	(70)
<b>Commodity-related instruments</b>						
Commodity swaps	4,259	(145)	(145)	3,428	(133)	(133)
<b>Others</b>						
Index basket options						
Long	128,476			126,775		
Long	[48,542]	(2,642)	(51,184)	[50,455]	(2,281)	(52,737)
Natural catastrophe derivatives						
Short	32,882			41,876		
Short	[2,490]	1,189	1,301	[4,771]	4,368	403
Long	19,623			30,738		
Long	[1,055]	512	(543)	[3,639]	3,568	(71)
Weather derivatives						
Short	13			36		
Short	[1]	0	0	[5]	2	2
Others						
Long	3,305	223	223	2,306	201	201
<b>Total</b>		54,280	(14,572)		28,674	(42,889)

(Note) 1. For option contracts, option premiums are denoted with [ ].  
2. Those instruments to which hedge accounting is applied are not included in the table above.