

Summary of Consolidated Business Results of Tokio Marine Holdings, Inc. under Japanese GAAP for the fiscal year ended March 31, 2019



MEMBERSHIP
May 20, 2019

Company Name: Tokio Marine Holdings, Inc. (the "Company")
Securities Code Number: 8766
(URL: <https://www.tokiomarinehd.com/en/>)
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Scheduled date of Ordinary General Meeting of Shareholders: June 24, 2019
Scheduled date to commence dividend payments: June 25, 2019
Scheduled date to file Securities Report: June 21, 2019
Supplementary information for financial statements: Available
IR Conference Call: To be held for analysts

Stock Exchange Listing: Tokyo

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

1. Consolidated Business Results for the fiscal year 2018 (April 1, 2018 to March 31, 2019)

(1) Consolidated Results of Operations

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

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	million yen	%	million yen	%	million yen	%
Fiscal year 2018	5,476,720	1.4	416,330	20.7	274,579	(3.4)
Fiscal year 2017	5,399,115	3.2	344,939	(11.0)	284,183	3.8

(Note) Comprehensive income:

Fiscal year 2018	42,871 million yen	(91.4) %
Fiscal year 2017	500,528 million yen	195.1 %

	Net income per share - Basic	Net income per share - Diluted	Ratio of net income to equity capital	Ratio of ordinary profit to total assets	Ratio of ordinary profit to ordinary income
	yen	yen	%	%	%
Fiscal year 2018	383.01	382.69	7.4	1.8	7.6
Fiscal year 2017	382.83	382.47	7.7	1.5	6.4

(Reference) Equity in earnings (losses) of affiliates:

Fiscal year 2018	(3,310) million yen
Fiscal year 2017	(1,785) million yen

(2) Consolidated Financial Conditions

	Total assets	Net assets	Ratio of equity capital to total assets	Net assets per share
	million yen	million yen	%	yen
As of March 31, 2019	22,531,402	3,603,741	15.9	5,058.66
As of March 31, 2018	22,929,935	3,835,536	16.6	5,245.40

(Reference) Equity capital:

As of March 31, 2019	3,574,233 million yen
As of March 31, 2018	3,805,194 million yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	million yen	million yen	million yen	million yen
Fiscal year 2018	945,437	(566,757)	(379,067)	1,023,342
Fiscal year 2017	916,025	(359,669)	(631,662)	1,028,747

2. Dividends

	Cash dividends per share					Total amount of annual dividends	Ratio of cash dividends to consolidated net income	Ratio of cash dividends to consolidated net assets
	First quarter	Second quarter	Third quarter	Year-end	Annual total			
	yen	yen	yen	yen	yen	million yen	%	%
Fiscal year 2017	-	80.00	-	80.00	160.00	117,633	41.8	3.2
Fiscal year 2018	-	160.00	-	90.00	250.00	178,192	65.3	4.9
Fiscal year 2019 (Forecast)	-	95.00	-	95.00	190.00		41.3	

(Note) 1. Fiscal year 2018 Breakdown for Annual total Ordinary dividend 180 yen One-time dividend for the capital level adjustment(*) 70 yen

2. Fiscal year 2019 (Forecast) Breakdown for Annual total Ordinary dividend 190 yen One-time dividend for the capital level adjustment(*) -

(*)The Company resolves the one-time dividend for flexible capital level adjustments.

3. Consolidated Business Forecasts for the fiscal year 2019 (April 1, 2019 to March 31, 2020)

(Note) Percentages represent 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 2019	455,000	9.3	325,000	18.4	459.97

*** Notes**

(1) Changes in significant subsidiaries during the fiscal year 2018

(Changes in specified subsidiaries that resulted in a change in the scope of consolidation): Yes

Newly consolidated: None

Excluded from consolidation: Tokio Millennium Re AG, Tokio Millennium Re (UK) Limited, HCC Insurance Holdings (International) Limited

(Note) Please refer to Appendix p.12 "(6) Changes in significant matters related to consolidated financial statements" for details.

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

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

(b) Changes in accounting policies other than (a): None

(c) Changes in accounting estimates: None

(d) Retrospective restatements: None

(3) Number of shares issued (common stock)

(a) Total number of shares issued including treasury stock

As of March 31, 2019 710,000,000 shares

As of March 31, 2018 748,024,375 shares

(b) Number of treasury stock held

As of March 31, 2019 3,443,216 shares

As of March 31, 2018 22,591,149 shares

(c) Average number of shares outstanding

During the fiscal year 2018 716,886,595 shares

During the fiscal year 2017 742,316,186 shares

(Reference) Summary of Non-consolidated Business Results of Tokio Marine Holdings, Inc. under Japanese GAAP for the fiscal year ended March 31, 2019

1. Non-consolidated Business Results for the fiscal year 2018 (April 1, 2018 to March 31, 2019)

(1) Non-consolidated Results of Operations

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

	Operating income		Operating profit		Ordinary profit		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Fiscal year 2018	299,837	31.8	282,264	31.1	281,967	30.9	278,374	36.8
Fiscal year 2017	227,510	168.6	215,342	189.2	215,378	189.1	203,486	196.3

	Net income per share - Basic	Net income per share - Diluted
	yen	yen
Fiscal year 2018	388.30	387.98
Fiscal year 2017	274.12	273.86

(2) Non-consolidated Financial Conditions

	Total assets	Net assets	Ratio of equity capital to total assets	Net assets per share
	million yen	million yen	%	yen
As of March 31, 2019	2,409,066	2,403,369	99.7	3,398.01
As of March 31, 2018	2,401,883	2,399,182	99.8	3,303.72

(Reference) Equity capital:

As of March 31, 2019 2,400,889 million yen

As of March 31, 2018 2,396,629 million yen

2. Non-consolidated Business Forecasts for the fiscal year 2019 (April 1, 2019 to March 31, 2020)

(Note) Percentages represent 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 2019	156,000	(48.0)	131,000	(53.5)	130,000	(53.3)	183.99

* "Summary of Consolidated Business Results" is outside the scope of external audit.

*** Notes concerning the business forecasts and other items**

Business forecasts are prepared based on certain assumptions and information available to the Company as of the release date of this document, and actual results may significantly differ depending on various factors. For key assumptions for the business forecasts and other related information, please refer to Appendix p. 3.

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1. Overview of Business results

(1) Consolidated Results of Operations for the fiscal year 2018

During the fiscal year 2018, the world economy as a whole progressed gradually due to the economic expansion in the U.S. In contrast, concerns about an economic downturn escalated towards the end of the fiscal year as the economy in Europe and China slowed down, reflecting the intensifying trade friction between the U.S. and China and the increasing uncertainty over the withdrawal of the UK from the EU.

In Japan, economic growth slowed down compared with the previous year due to the impact of natural disasters although the economy gradually improved mainly due to domestic demand such as consumer spending and capital expenditures.

Under these circumstances, as a result of our efforts to expand our business, which is centered on non-life insurance and life insurance, our consolidated results of operations for the fiscal year 2018 were as follows:

Ordinary income increased by 77.6 billion yen to 5,476.7 billion yen from the previous fiscal year, the main components of which were Underwriting income of 4,769.6 billion yen and Investment income of 589.2 billion yen. Ordinary expenses increased by 6.2 billion yen to 5,060.3 billion yen from the previous fiscal year, the main components of which were Underwriting expenses of 4,079.7 billion yen, Investment expenses of 90.2 billion yen, and Operating and general administrative expenses of 861.3 billion yen.

As a result, Ordinary profit increased by 71.3 billion yen to 416.3 billion yen from the previous fiscal year.

Net income attributable to owners of the parent, composed of Ordinary profit plus Extraordinary gains minus Extraordinary losses and Total income taxes, decreased by 9.6 billion yen to 274.5 billion yen from the previous fiscal year.

Results by our reportable segments are as follows:

In the Domestic non-life insurance business, Ordinary income increased by 168.2 billion yen to 2,847.1 billion yen from the previous fiscal year. Ordinary profit composed of Ordinary income minus Ordinary expenses such as Net claims paid decreased by 14.1 billion yen to 228.3 billion yen from the previous fiscal year.

In the Domestic life insurance business, Ordinary income decreased by 39.3 billion yen to 779.3 billion yen from the previous fiscal year. Ordinary profit composed of Ordinary income minus Ordinary expenses such as Life insurance claims increased by 16.4 billion yen to 40.2 billion yen from the previous fiscal year.

In the Overseas insurance business, Ordinary income increased by 89.0 billion yen to 1,972.0 billion yen from the previous fiscal year. Ordinary profit composed of Ordinary income minus Ordinary expenses such as Net claims paid increased by 70.2 billion yen to 141.6 billion yen from the previous fiscal year.

(2) Consolidated Financial Conditions as of March 31, 2019

As of March 31, 2019, consolidated total assets was 22,531.4 billion yen, a decrease of 398.5 billion yen from that as of March 31, 2018, mainly due to the exclusion of Tokio Millennium Re AG and Tokio Millennium Re (UK) Limited from the scope of consolidation, despite the expansion of our domestic and international insurance businesses.

Cash flows for the fiscal year 2018 were as follows:

Net cash provided by operating activities increased by 29.4 billion yen to 945.4 billion yen compared to the previous fiscal year, mainly due to an increase in premium income. Net cash used in investing activities decreased by 207.0 billion yen to 566.7 billion yen, mainly due to a decrease in proceeds from collection of loans. Net cash used in financing activities decreased by 252.5 billion yen to 379.0 billion yen, mainly due to the impact of a decrease in cash collateral under securities lending transactions for procurement of funds in the previous fiscal year.

As a result, Cash and cash equivalents at end of year was 1,023.3 billion yen, a decrease of 5.4 billion yen from that as of March 31, 2018.

(3) Consolidated Business Forecasts for the fiscal year 2019

The Company's consolidated business forecasts for the fiscal year 2019 are 455.0 billion yen for Ordinary profit and 325.0 billion yen for Net income attributable to owners of the parent. The forecasts are based on the following assumptions:

- Net premiums written and Life insurance premiums are projected to be 3,560.0 billion yen and 1,030.0 billion yen respectively, based on the Company's own projections taking the business results for previous years into consideration.
- Net incurred losses related to natural catastrophe are projected to be 50.0 billion yen for Tokio Marine & Nichido Fire Insurance Co., Ltd. and 2.5 billion yen for Nisshin Fire & Marine Insurance Co., Ltd., taking the actual results for previous years into consideration.
- The Company assumes there will be no significant changes in interest rates, exchange rates and stock market conditions from those as of March 31, 2019.

The above forecasts are prepared based on the aforementioned assumptions and information available to the Company as of the release date of this document. The actual results may significantly differ depending on various factors.

2. Basic Approach to the Selection of Accounting Standards

To enhance international comparability of the Company's financial information and to unify accounting policies within the Group, the Company is considering adopting International Financial Reporting Standards ("IFRS") while conducting preparatory work. The Company will determine the timing of adoption based on the development of discussions surrounding IFRS17 "Insurance Contracts" and other factors.

3. Consolidated Financial Statements and Major Notes

(1) Consolidated Balance Sheet

(Yen in millions)

	As of March 31, 2018	As of March 31, 2019
Assets		
Cash and bank deposits	733,832	851,657
Call loans	135,000	-
Receivables under resale agreements	4,999	999
Receivables under securities borrowing transactions	30,880	9,084
Monetary receivables bought	1,252,343	1,468,952
Money trusts	214,101	2,156
Securities	16,629,902	16,502,611
Loans	1,011,880	932,167
Tangible fixed assets	289,116	293,257
Land	133,673	134,594
Buildings	119,994	120,865
Construction in progress	672	651
Other tangible fixed assets	34,776	37,145
Intangible fixed assets	798,003	767,598
Software	40,091	39,810
Goodwill	423,538	411,681
Other intangible fixed assets	334,372	316,106
Other assets	1,801,286	1,664,969
Net defined benefit assets	8,019	17,515
Deferred tax assets	30,889	29,511
Customers' liabilities under acceptances and guarantees	2,345	2,230
Allowance for doubtful accounts	(12,667)	(11,308)
Total assets	22,929,935	22,531,402
Liabilities		
Insurance liabilities	16,266,467	16,416,905
Outstanding claims	2,953,611	2,863,815
Underwriting reserves	13,312,855	13,553,090
Corporate bonds	59,766	57,514
Other liabilities	1,927,760	1,692,804
Payables under securities lending transactions	383,853	197,623
Other liabilities	1,543,906	1,495,180
Net defined benefit liabilities	255,588	254,430
Provision for employees' bonus	65,752	61,371
Reserves under special laws	100,511	108,457
Reserve for price fluctuation	100,511	108,457
Deferred tax liabilities	366,835	294,805
Negative goodwill	49,369	39,140
Acceptances and guarantees	2,345	2,230
Total liabilities	19,094,398	18,927,661
Net assets		
Shareholders' equity		
Share capital	150,000	150,000
Retained earnings	1,837,908	1,742,188
Treasury stock	(114,446)	(18,299)
Total shareholders' equity	1,873,461	1,873,889
Accumulated other comprehensive income		
Unrealized gains (losses) on available-for-sale securities	1,864,865	1,676,369
Deferred gains (losses) on hedge transactions	10,829	9,472
Foreign currency translation adjustments	76,081	24,892
Remeasurements of defined benefit plans	(20,044)	(10,389)
Total accumulated other comprehensive income	1,931,732	1,700,344
Stock acquisition rights	2,552	2,479
Non-controlling interests	27,789	27,027
Total net assets	3,835,536	3,603,741
Total liabilities and net assets	22,929,935	22,531,402

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

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)
Ordinary income	5,399,115	5,476,720
Underwriting income	4,662,061	4,769,640
Net premiums written	3,564,747	3,587,400
Deposit premiums from policyholders	93,752	80,592
Investment income on deposit premiums	44,573	42,624
Life insurance premiums	953,006	1,053,520
Other underwriting income	5,980	5,503
Investment income	623,948	589,247
Interest and dividends	452,491	492,962
Gains on money trusts	6,892	101
Gains on trading securities	499	6,708
Gains on sales of securities	132,245	121,973
Gains on redemption of securities	1,198	2,011
Investment gains on separate accounts	30,508	-
Other investment income	44,686	8,114
Transfer of investment income on deposit premiums	(44,573)	(42,624)
Other ordinary income	113,105	117,831
Amortization of negative goodwill	10,229	10,229
Other ordinary income	102,876	107,602
Ordinary expenses	5,054,175	5,060,389
Underwriting expenses	4,103,092	4,079,779
Net claims paid	1,916,944	2,109,949
Loss adjustment expenses	135,673	141,980
Agency commissions and brokerage	703,865	707,591
Maturity refunds to policyholders	187,435	164,761
Dividends to policyholders	47	28
Life insurance claims	564,482	492,276
Provision for outstanding claims	242,829	170,883
Provision for underwriting reserves	342,129	287,010
Other underwriting expenses	9,684	5,296
Investment expenses	71,339	90,259
Losses on money trusts	7,168	1,540
Losses on sales of securities	29,562	18,967
Impairment losses on securities	6,067	9,835
Losses on redemption of securities	1,244	1,081
Losses on derivatives	14,605	29,648
Investment losses on separate accounts	-	3,530
Other investment expenses	12,689	25,655
Operating and general administrative expenses	856,940	861,365
Other ordinary expenses	22,803	28,985
Interest expenses	13,418	17,039
Increase in allowance for doubtful accounts	781	-
Losses on bad debts	198	308
Equity in losses of affiliates	1,785	3,310
Amortization of deferred assets under Article 113 of the Insurance Business Act	3,826	3,826
Other ordinary expenses	2,791	4,500
Ordinary profit	344,939	416,330

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)
Extraordinary gains	1,936	5,011
Gains on disposal of fixed assets	130	1,352
Gains on step acquisitions	-	2,891
Other extraordinary gains	1,805	766
Extraordinary losses	9,322	35,607
Losses on disposal of fixed assets	2,096	1,908
Impairment losses on fixed assets	259	3,248
Provision for reserves under special laws	6,865	7,945
Provision for reserve for price fluctuation	6,865	7,945
Losses on advanced depreciation of real estates	7	-
Losses on sales of investment in subsidiaries and affiliates	-	22,504
Other extraordinary losses	92	-
Income before income taxes and non-controlling interests	337,553	385,733
Income taxes - current	118,482	119,450
Income taxes - deferred	(67,265)	(9,437)
Total income taxes	51,217	110,013
Net income	286,336	275,720
Net income attributable to non-controlling interests	2,153	1,140
Net income attributable to owners of the parent	284,183	274,579

(Consolidated Statement of Comprehensive Income)

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)
Net income	286,336	275,720
Other comprehensive income		
Unrealized gains (losses) on available-for-sale securities	251,302	(188,327)
Deferred gains (losses) on hedge transactions	(269)	(1,357)
Foreign currency translation adjustments	(32,998)	(49,377)
Remeasurements of defined benefit plans	(2,131)	9,676
Share of other comprehensive income of affiliates accounted for by the equity method	(1,711)	(3,464)
Total other comprehensive income	214,191	(232,848)
Total comprehensive income	500,528	42,871
Comprehensive income attributable to:		
Owners of the parent	496,962	43,133
Non-controlling interests	3,566	(262)

(3) Consolidated Statement of Changes in Shareholders' Equity

Fiscal year 2017 (April 1, 2017 to March 31, 2018)

(Yen in millions)

	Shareholders' equity			
	Share capital	Retained earnings	Treasury stock	Total shareholders' equity
Beginning balance	150,000	1,699,030	(13,658)	1,835,371
Changes during the year				
Dividends		(113,981)		(113,981)
Net income attributable to owners of the parent		284,183		284,183
Purchases of treasury stock			(125,091)	(125,091)
Disposal of treasury stock		(210)	642	431
Cancellation of treasury stock		(23,661)	23,661	-
Changes in the scope of application of equity method		5,675		5,675
Changes in equity resulted from increase in capital of consolidated subsidiaries		(24)		(24)
Changes based on generally accepted accounting standards adopted by overseas subsidiaries		(13,119)		(13,119)
Others		16		16
Net changes in items other than shareholders' equity				
Total changes during the year	-	138,877	(100,787)	38,089
Ending balance	150,000	1,837,908	(114,446)	1,873,461

	Accumulated other comprehensive income				Stock 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	1,600,740	11,098	112,869	(17,933)	2,292	25,321	3,569,760
Changes during the year							
Dividends							(113,981)
Net income attributable to owners of the parent							284,183
Purchases of treasury stock							(125,091)
Disposal of treasury stock							431
Cancellation of treasury stock							-
Changes in the scope of application of equity method							5,675
Changes in equity resulted from increase in capital of consolidated subsidiaries							(24)
Changes based on generally accepted accounting standards adopted by overseas subsidiaries							(13,119)
Others							16
Net changes in items other than shareholders' equity	264,125	(269)	(36,787)	(2,110)	260	2,468	227,686
Total changes during the year	264,125	(269)	(36,787)	(2,110)	260	2,468	265,776
Ending balance	1,864,865	10,829	76,081	(20,044)	2,552	27,789	3,835,536

(Note) "Changes based on generally accepted accounting standards adopted by overseas subsidiaries" for the fiscal year 2017 is the amount reclassified from Unrealized gains (losses) on available-for-sale securities to Retained earnings as a result of the early adoption of ASU 2018-02.

Fiscal year 2018 (April 1, 2018 to March 31, 2019)

(Yen in millions)

	Shareholders' equity			
	Share capital	Retained earnings	Treasury stock	Total shareholders' equity
Beginning balance	150,000	1,837,908	(114,446)	1,873,461
Changes during the year				
Dividends		(172,636)		(172,636)
Net income attributable to owners of the parent		274,579		274,579
Purchases of treasury stock			(102,318)	(102,318)
Disposal of treasury stock		(475)	1,316	841
Cancellation of treasury stock		(197,149)	197,149	-
Changes in the scope of application of equity method				-
Changes in equity resulted from increase in capital of consolidated subsidiaries		(9)		(9)
Changes based on generally accepted accounting standards adopted by overseas subsidiaries				-
Others		(28)		(28)
Net changes in items other than shareholders' equity				
Total changes during the year	-	(95,719)	96,147	427
Ending balance	150,000	1,742,188	(18,299)	1,873,889

	Accumulated other comprehensive income				Stock 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	1,864,865	10,829	76,081	(20,044)	2,552	27,789	3,835,536
Changes during the year							
Dividends							(172,636)
Net income attributable to owners of the parent							274,579
Purchases of treasury stock							(102,318)
Disposal of treasury stock							841
Cancellation of treasury stock							-
Changes in the scope of application of equity method							-
Changes in equity resulted from increase in capital of consolidated subsidiaries							(9)
Changes based on generally accepted accounting standards adopted by overseas subsidiaries							-
Others							(28)
Net changes in items other than shareholders' equity	(188,495)	(1,357)	(51,189)	9,654	(72)	(762)	(232,222)
Total changes during the year	(188,495)	(1,357)	(51,189)	9,654	(72)	(762)	(231,795)
Ending balance	1,676,369	9,472	24,892	(10,389)	2,479	27,027	3,603,741

(4) Consolidated Statement of Cash Flows

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)
Cash flows from operating activities		
Income before income taxes and non-controlling interests	337,553	385,733
Depreciation	63,765	59,732
Impairment losses on fixed assets	259	3,248
Amortization of goodwill	56,292	49,620
Amortization of negative goodwill	(10,229)	(10,229)
Increase (decrease) in outstanding claims	238,672	169,892
Increase (decrease) in underwriting reserves	490,899	449,262
Increase (decrease) in allowance for doubtful accounts	48	(783)
Increase (decrease) in net defined benefit liabilities	7,909	10,432
Increase (decrease) in provision for retirement benefits for directors	(24)	-
Increase (decrease) in provision for employees' bonus	786	(942)
Increase (decrease) in reserve for price fluctuation	6,865	7,945
Interest and dividends	(452,491)	(492,962)
Losses (gains) on securities	(98,661)	(83,807)
Interest expenses	13,418	17,039
Foreign exchange losses (gains)	(23,930)	9,721
Losses (gains) on tangible fixed assets	1,364	555
Equity in losses (earnings) of affiliates	1,785	3,310
Investment losses (gains) on separate accounts	(30,508)	3,530
Decrease (increase) in other assets (other than investing and financing activities)	(73,433)	(77,912)
Increase (decrease) in other liabilities (other than investing and financing activities)	17,791	74,269
Others	1,226	4,364
Subtotal	549,363	582,023
Interest and dividends received	453,384	484,471
Interest paid	(14,632)	(17,708)
Income taxes paid	(160,107)	(126,421)
Others	88,016	23,072
Net cash provided by (used in) operating activities (a)	916,025	945,437

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)
Cash flows from investing activities		
Net decrease (increase) in deposits	55,761	20,584
Purchases of monetary receivables bought	(524,539)	(909,156)
Proceeds from sales and redemption of monetary receivables bought	534,425	587,522
Purchases of money trusts	(116,995)	(7,980)
Proceeds from sales of money trusts	2,322	16,518
Purchases of securities	(2,633,686)	(2,542,065)
Proceeds from sales and redemption of securities	2,468,380	2,352,648
Payments for issuance of loans	(836,130)	(550,340)
Proceeds from collection of loans	1,067,429	605,285
Changes in cash collateral under securities borrowing and lending transactions	(330,327)	(65,653)
Others	(9,768)	(9,840)
Subtotal (b)	(323,127)	(502,475)
(a) + (b)	592,898	442,962
Purchases of tangible fixed assets	(15,376)	(23,910)
Proceeds from sales of tangible fixed assets	995	2,649
Payments for acquisition of businesses	(21,131)	-
Purchases of shares of subsidiaries resulting in change in the scope of consolidation	(1,029)	(56,325)
Sales of shares of subsidiaries resulting in change in the scope of consolidation	-	13,305
Net cash provided by (used in) investing activities	(359,669)	(566,757)
Cash flows from financing activities		
Proceeds from borrowings	10,735	20,535
Repayments of borrowings	(147,921)	(23,279)
Proceeds from issuance of short-term corporate bonds	-	4,999
Redemption of short-term corporate bonds	-	(5,000)
Redemption of corporate bonds	(7,111)	(792)
Change in cash collateral under securities lending transactions	(246,224)	(98,780)
Purchases of treasury stock	(125,091)	(102,318)
Dividends paid	(113,855)	(172,397)
Dividends paid to non-controlling shareholders	(929)	(484)
Repayments to non-controlling shareholders	(72)	(206)
Purchases of shares of subsidiaries not resulting in change in the scope of consolidation	(0)	-
Others	(1,190)	(1,341)
Net cash provided by (used in) financing activities	(631,662)	(379,067)
Effect of exchange rate changes on cash and cash equivalents	(4,853)	(5,017)
Net increase (decrease) in cash and cash equivalents	(80,160)	(5,404)
Cash and cash equivalents at beginning of year	1,108,907	1,028,747
Cash and cash equivalents at end of year	1,028,747	1,023,342

(5) Notes regarding going concern assumption

Not applicable.

(6) Changes in significant matters related to consolidated financial statements

(Changes in significant subsidiaries during the fiscal year 2018)

Tokio Millennium Re AG and Tokio Millennium Re (UK) Limited were excluded from the scope of consolidation due to the sale of the Company's interest. HCC Insurance Holdings (International) Limited was also excluded due to liquidation.

(7) Changes in presentation

The company has made a change in presentation to the consolidated financial statements since the fiscal year 2018 due to changes in actuarial processes and structures in its overseas subsidiaries during the fiscal year 2017 and 2018, which enabled to achieve improved categorization of their actuarial reserves.

As a result, JPY 19,738 million of "Outstanding claims" as of March 31, 2018, and JPY 19,481 million of "Outstanding claims" as of March 31, 2019 are reclassified to "Underwriting reserves".

(8) Notes to Consolidated Financial Statements**(Segment information)**

Fiscal year 2017 (April 1, 2017 to March 31, 2018)

(Yen in millions)

	Reportable segments					Adjustments (Note 1)	Amounts shown on the consolidated financial statements (Note 2)
	Domestic non-life insurance	Domestic life insurance	Overseas insurance	Financial and other	Total		
Ordinary income							
Ordinary income from external customers	2,669,871	818,483	1,881,013	64,743	5,434,112	(34,996)	5,399,115
Ordinary income from transactions with other operating segments	8,949	209	2,008	27,443	38,612	(38,612)	-
Total	2,678,821	818,693	1,883,022	92,187	5,472,724	(73,608)	5,399,115
Segment profit	242,485	23,835	71,360	7,257	344,939	-	344,939
Segment assets	8,106,405	7,213,975	7,655,369	73,361	23,049,112	(119,176)	22,929,935
Other items							
Depreciation	10,969	335	51,292	1,169	63,765	-	63,765
Amortization of goodwill	96	-	55,828	366	56,292	-	56,292
Amortization of negative goodwill	8,917	248	917	145	10,229	-	10,229
Interest and dividends	121,694	97,260	234,807	176	453,938	(1,446)	452,491
Interest expenses	6,049	1,370	6,263	1	13,685	(266)	13,418
Equity in earnings (losses) of affiliates	-	-	(1,785)	-	(1,785)	-	(1,785)
Investments in affiliates accounted for by the equity method	-	-	81,766	-	81,766	-	81,766
Increase in tangible and intangible fixed assets	13,087	171	26,172	435	39,867	-	39,867

(Note) 1. "Adjustments" are as follows:

- (1) "Adjustments" for Ordinary income from external customers of (34,996) million yen includes the transfer of Gains on derivatives of 20,654 million yen. This is included in Ordinary income of Domestic non-life insurance segment and Overseas insurance segment, while it is included in Losses on derivatives in the consolidated statement of income.
 - (2) "Adjustments" for Segment assets of (119,176) million yen is the elimination of transactions with other operating segments.
 - (3) "Adjustments" for Other items is the elimination of transactions with other operating segments.
2. Segment profit corresponds to Ordinary profit in the consolidated statement of income.

Fiscal year 2018 (April 1, 2018 to March 31, 2019)

(Yen in millions)

	Reportable segments					Adjustments (Note 1)	Amounts shown on the consolidated financial statements (Note 2)
	Domestic non-life insurance	Domestic life insurance	Overseas insurance	Financial and other	Total		
Ordinary income							
Ordinary income from external customers	2,838,214	779,292	1,970,210	64,839	5,652,557	(175,837)	5,476,720
Ordinary income from transactions with other operating segments	8,903	86	1,839	27,316	38,145	(38,145)	-
Total	2,847,118	779,378	1,972,049	92,156	5,690,703	(213,983)	5,476,720
Segment profit	228,364	40,270	141,604	6,069	416,308	22	416,330
Segment assets	7,837,423	7,385,957	7,280,533	71,736	22,575,650	(44,248)	22,531,402
Other items							
Depreciation	11,052	311	47,189	1,178	59,732	-	59,732
Amortization of goodwill	96	-	49,154	368	49,620	-	49,620
Amortization of negative goodwill	8,917	248	917	145	10,229	-	10,229
Interest and dividends	133,133	101,421	259,740	79	494,374	(1,412)	492,962
Interest expenses	8,563	1,185	7,494	0	17,243	(203)	17,039
Equity in earnings (losses) of affiliates	-	-	(3,310)	-	(3,310)	-	(3,310)
Investments in affiliates accounted for by the equity method	-	-	112,394	-	112,394	-	112,394
Increase in tangible and intangible fixed assets	18,337	273	16,330	1,654	36,595	-	36,595

(Note) 1. "Adjustments" are as follows:

- (1) "Adjustments" for Ordinary income from external customers of (175,837) million yen includes the transfer of Reversal of underwriting reserves of 170,995 million yen. This is included in Ordinary income of Domestic non-life insurance segment, while it is included in Provision for underwriting reserves in the consolidated statement of income.
 - (2) "Adjustments" for Segment profit of 22 million yen is the elimination of transactions with other operating segments.
 - (3) "Adjustments" for Segment assets of (44,248) million yen is the elimination of transactions with other operating segments.
 - (4) "Adjustments" for Other items is the elimination of transactions with other operating segments.
2. Segment profit corresponds to Ordinary profit in the consolidated statement of income.

(Per share information)

(Yen)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)
Net assets per share	5,245.40	5,058.66
Net income per share - Basic	382.83	383.01
Net income per share - Diluted	382.47	382.69

(Note) Calculations of "Net income per share - Basic" and "Net income per share - Diluted" are based on the following figures.

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)
Net income per share - Basic		
Net income attributable to owners of parent (Yen in millions)	284,183	274,579
Amount not attributable to common shareholders (Yen in millions)	-	-
Net income attributable to owners of parent related to common stock (Yen in millions)	284,183	274,579
Average number of shares outstanding (In thousand shares)	742,316	716,886
Net income per share - Diluted		
Adjustment of net income attributable to owners of parent (Yen in millions)	-	-
Increased number of common stock (In thousand shares)	691	601
Increased number of stock acquisition rights (In thousand shares)	691	601

(Business Combinations and Other Matters)

1. Business combination by acquisition

The Company acquired 98.6% of the outstanding shares of Safety Insurance Public Company Limited ("Safety"), a non-life insurance company in Thailand (hereinafter referred to as "the Acquisition") through the Company's wholly owned subsidiary, Tokio Marine & Nichido Fire Insurance Co., Ltd. ("TMNF").

(1) Outline of the business combination

a. Name of the acquiree

Safety Insurance Public Company Limited

b. Business

Non-life insurance company

c. Objective of the business combination

Through the Acquisition, Tokio Marine Group (the "Group") will become the third largest non-life insurance group in Thailand, which is the largest insurance market in Southeast Asia. The non-life insurance market in Thailand has high growth potential as a large number of Japanese companies enter into business in this country. The Group aims to expand its international insurance business in emerging countries by expanding its business in Thailand.

d. Date of the business combination

August 31, 2018

e. Form of the business combination

Share purchase of which the consideration is cash

f. Company name after the business combination

Safety Insurance Public Company Limited

g. Voting rights acquired through the business combination

98.6%

h. Primary reasons for determination of controlling company

TMNF is the controlling company, as TMNF acquired 98.6% of voting rights of Safety.

- (2) Period for which the acquiree's operating results are included in the consolidated statement of income of the Company

The fiscal year end of the acquiree is December 31, which is different from that of the Company. The Company uses the financial statements as of the acquiree's latest fiscal year end for consolidation purposes since the intervening period does not exceed three months from the Company's fiscal year end. As the acquisition date is deemed to be September 30, 2018, the acquiree's operating results from October 1 to December 31, 2018 are included in the consolidated statement of income for the fiscal year 2018.

- (3) Acquisition cost and breakdown by class of consideration

Consideration for Safety's shares acquired	Cash	42,747 million yen
--------------------------------------------	------	--------------------

Acquisition costs		42,747 million yen
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- (4) Description and amount of major acquisition-related cost

Advisory fee and others	429 million yen
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- (5) Amount, reason for recognition, period and method of amortization of goodwill

- a. Amount of goodwill

24,088 million yen

- b. Reason for recognition of goodwill

The acquisition cost of the acquiree, which was calculated by taking into account projections of the acquiree's future revenue as of the valuation date, exceeded the net amount of assets acquired and liabilities assumed, and the difference is recognized as goodwill.

- c. Period and method of amortization of goodwill

10 years using the straight line method

- (6) Amount of assets acquired and liabilities assumed on the date of the business combination and its main components

Total assets:	43,552 million yen
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Cash and bank deposits	9,529 million yen
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Investment securities	14,714 million yen
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Total liabilities:	23,863 million yen
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Insurance liabilities	16,313 million yen
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- (7) Approximate impact on the consolidated statement of income and its calculation methods, assuming that the business combination took place on the first day of the fiscal year 2018

Ordinary income	14,918 million yen
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Ordinary profit	(3,355) million yen
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Net income attributable to owners of the parent	(2,983) million yen
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- (Calculation methods for approximate impact)

These amounts of approximate impact represent the difference between the hypothetical amounts of ordinary income, ordinary profit and net income attributable to owners of the parent calculated assuming that the business combination was completed at the beginning of the fiscal year 2018, and their corresponding amounts on consolidated statement of income of the Company for the fiscal year 2018. The amortized amount of goodwill is included in the calculation by assuming that the entire goodwill arising from the business combination was recognized at the beginning of the fiscal year 2018.

These amounts of the approximate impact and its calculation methods have been unaudited.

2. Business divestiture

The company sold 100% of the shares of Tokio Millennium Re AG ("TMR") and Tokio Millennium Re (UK) Limited ("TMR(UK)"), owned by TMNF, to RenaissanceRe Holdings Ltd., a reinsurance company in Bermuda.

- (1) Outline of the business divestiture

- a. Name of the recipient of the divested business

RenaissanceRe Holdings Ltd.

- b. Divested business

Tokio Millennium Re AG, Tokio Millennium Re (UK) Limited and their subsidiaries, dedicated to reinsurance business

- c. Objective of the business divestiture

The Group established TMR in 2000 as a subsidiary to write overseas reinsurance risks. TMR and TMR(UK) have contributed to Group profits and more recently have broadened the classes of business written into non-catastrophe exposed classes of business. However, the global reinsurance market has recently undergone various changes such as continuing soft market environment driven by steady inflow of capital from outside the reinsurance industry, which has been causing impact on the return earned from the business.

From 2007 onwards, through the significant acquisitions of overseas insurance companies, the Group has created a diversified global portfolio focusing primarily on specialty insurance classes of business. As a result of this, the contribution of reinsurance business in profit terms to our international operations has reduced significantly over the decade.

Through the divestment of the reinsurance activities of TMR and TMR(UK), the Group's strategic focus will continue to be on primary insurance business in developed countries as well as emerging markets, and the Group will optimize its global portfolio to current market environment and to its overseas insurance business strategy.

d. Date of the business divestiture

March 22, 2019

e. Matters related to the outline of the transaction including its legal form

Share transfer of which the consideration is cash and shares of the recipient

(2) Outline of accounting treatment applied

a. Amount of profits or losses on transfer

Losses on sales of investment in subsidiaries and affiliates 22,504 million yen

b. Appropriate carrying amounts of the assets and liabilities associated with the transferred business and its main components

Total assets: 550,726 million yen

Investment securities 247,615 million yen

Other assets 180,990 million yen

Total liabilities: 428,681 million yen

Insurance liabilities 326,876 million yen

c. Accounting treatment

The difference between the consolidated carrying amount and selling price of TMR, TMR(UK) and their subsidiaries is recognized as Losses on sales of investment in subsidiaries and affiliates in Extraordinary losses.

(3) Reportable segment to which the divested business belonged

Overseas insurance business

(4) Approximate amounts of profits or losses related to the divested business which is included in the consolidated statement of income for fiscal year 2018

Ordinary income 141,709 million yen

Ordinary profit 14,409 million yen

(Subsequent events)

On May 20, 2019 the Company's board of directors resolved repurchases of its own shares, pursuant to Article 156 of the Companies Act which is applicable in accordance with Article 165, paragraph 3 of the Companies Act, as detailed below.

1. Reason for the repurchase of shares

The Company intends to repurchase its own shares in order to implement flexible capital policies.

2. Class of shares to be repurchased

Common stock of the Company

3. Aggregate number of shares to be repurchased

Up to 6,250,000 shares

4. Aggregate purchase price of shares

Up to 25 billion yen

5. Period in which repurchases may be made

From June 1, 2019 through September 20, 2019

4. Others

(1) Summary of Consolidated Business Results

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)	Fiscal year 2018 (April 1, 2018 to March 31, 2019)	Increase (Decrease)	Rate of change
Ordinary income and expenses				%
Underwriting income	4,662,061	4,769,640	107,579	2.3
Net premiums written	3,564,747	3,587,400	22,653	0.6
Deposit premiums from policyholders	93,752	80,592	(13,159)	(14.0)
Life insurance premiums	953,006	1,053,520	100,513	10.5
Underwriting expenses	4,103,092	4,079,779	(23,313)	(0.6)
Net claims paid	1,916,944	2,109,949	193,005	10.1
Loss adjustment expenses	135,673	141,980	6,307	4.6
Agency commissions and brokerage	703,865	707,591	3,726	0.5
Maturity refunds to policyholders	187,435	164,761	(22,673)	(12.1)
Life insurance claims	564,482	492,276	(72,205)	(12.8)
Provision for outstanding claims	242,829	170,883	(71,946)	(29.6)
Provision for underwriting reserves	342,129	287,010	(55,119)	(16.1)
Investment income	623,948	589,247	(34,700)	(5.6)
Interest and dividends	452,491	492,962	40,470	8.9
Gains on sales of securities	132,245	121,973	(10,271)	(7.8)
Investment gains on separate accounts	30,508	-	(30,508)	(100.0)
Investment expenses	71,339	90,259	18,920	26.5
Losses on sales of securities	29,562	18,967	(10,595)	(35.8)
Impairment losses on securities	6,067	9,835	3,768	62.1
Losses on derivatives	14,605	29,648	15,043	103.0
Investment losses on separate accounts	-	3,530	3,530	-
Operating and general administrative expenses	856,940	861,365	4,424	0.5
Other ordinary income and expenses	90,302	88,846	(1,455)	(1.6)
Equity in earnings (losses) of affiliates	(1,785)	(3,310)	(1,525)	-
Ordinary profit	344,939	416,330	71,390	20.7
Extraordinary gains and losses				
Extraordinary gains	1,936	5,011	3,074	158.8
Extraordinary losses	9,322	35,607	26,285	281.9
Extraordinary gains (losses)	(7,385)	(30,596)	(23,210)	-
Income before income taxes and non-controlling interests	337,553	385,733	48,180	14.3
Income taxes - current	118,482	119,450	967	0.8
Income taxes - deferred	(67,265)	(9,437)	57,828	-
Total income taxes	51,217	110,013	58,796	114.8
Net income	286,336	275,720	(10,616)	(3.7)
Net income attributable to non-controlling interests	2,153	1,140	(1,012)	(47.0)
Net income attributable to owners of the parent	284,183	274,579	(9,604)	(3.4)

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

Direct premiums written including deposit premiums from policyholders

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)			Fiscal year 2018 (April 1, 2018 to March 31, 2019)		
	Amount	Composition ratio	Rate of change	Amount	Composition ratio	Rate of change
		%	%		%	%
Fire and allied lines	621,921	16.2	1.0	647,080	16.5	4.0
Hull and cargo	122,755	3.2	4.6	119,864	3.1	(2.4)
Personal accident	305,180	7.9	(8.0)	291,138	7.4	(4.6)
Voluntary automobile	1,412,434	36.7	3.0	1,414,645	36.1	0.2
Compulsory automobile liability	281,967	7.3	(6.3)	283,097	7.2	0.4
Others	1,105,984	28.7	6.4	1,161,482	29.7	5.0
Total	3,850,243	100.0	2.0	3,917,308	100.0	1.7
Deposit premiums from policyholders	93,752	2.4	(18.1)	80,592	2.1	(14.0)

(Note) Direct premiums written including Deposit premiums from policyholders = Gross premiums written - (Surrender benefits of direct policies + Other refunds of direct policies including Deposit premiums from policyholders)

Net premiums written

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)			Fiscal year 2018 (April 1, 2018 to March 31, 2019)		
	Amount	Composition ratio	Rate of change	Amount	Composition ratio	Rate of change
		%	%		%	%
Fire and allied lines	526,181	14.8	(0.0)	535,865	14.9	1.8
Hull and cargo	106,641	3.0	7.9	104,376	2.9	(2.1)
Personal accident	213,775	6.0	(2.0)	213,219	5.9	(0.3)
Voluntary automobile	1,457,670	40.9	2.5	1,437,427	40.1	(1.4)
Compulsory automobile liability	301,255	8.5	(0.5)	288,152	8.0	(4.3)
Others	959,222	26.9	5.1	1,008,359	28.1	5.1
Total	3,564,747	100.0	2.4	3,587,400	100.0	0.6

Net claims paid

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)			Fiscal year 2018 (April 1, 2018 to March 31, 2019)		
	Amount	Composition ratio	Rate of change	Amount	Composition ratio	Rate of change
		%	%		%	%
Fire and allied lines	308,781	16.1	18.8	470,973	22.3	52.5
Hull and cargo	59,461	3.1	2.4	61,229	2.9	3.0
Personal accident	102,984	5.4	3.4	101,079	4.8	(1.9)
Voluntary automobile	786,792	41.0	3.3	817,731	38.8	3.9
Compulsory automobile liability	219,566	11.5	(2.7)	215,209	10.2	(2.0)
Others	439,357	22.9	7.2	443,727	21.0	1.0
Total	1,916,944	100.0	5.6	2,109,949	100.0	10.1

(3) Securities

1. Trading securities

(Yen in millions)

	As of March 31, 2018	As of March 31, 2019
Unrealized gains (losses) included in income	68,220	51,208

2. Bonds held to maturity

(Yen in millions)

		As of March 31, 2018			As of March 31, 2019		
		Carrying amount shown on balance sheet	Fair value	Unrealized gains (losses)	Carrying amount shown on balance sheet	Fair value	Unrealized gains (losses)
Those with fair value exceeding the carrying amount	Domestic debt securities	3,499,834	4,280,260	780,425	4,092,382	5,013,944	921,561
	Foreign securities	16,634	17,050	416	20,973	21,496	522
	Subtotal	3,516,468	4,297,310	780,842	4,113,356	5,035,440	922,083
Those with fair value not exceeding the carrying amount	Domestic debt securities	1,246,592	1,154,080	(92,511)	541,476	508,118	(33,357)
	Foreign securities	22,116	21,519	(597)	19,236	18,882	(353)
	Subtotal	1,268,709	1,175,600	(93,108)	560,712	527,000	(33,711)
Total		4,785,178	5,472,911	687,733	4,674,069	5,562,441	888,372

3. Bonds earmarked for underwriting reserves

(Yen in millions)

		As of March 31, 2018			As of March 31, 2019		
		Carrying amount shown on balance sheet	Fair value	Unrealized gains (losses)	Carrying amount shown on balance sheet	Fair value	Unrealized gains (losses)
Those with fair value exceeding the carrying amount	Domestic debt securities	22,619	23,664	1,044	363,588	383,613	20,025
	Foreign securities	9,171	9,342	170	8,595	8,768	173
	Subtotal	31,791	33,006	1,214	372,183	392,382	20,198
Those with fair value not exceeding the carrying amount	Domestic debt securities	-	-	-	-	-	-
	Foreign securities	6,388	6,220	(168)	4,846	4,768	(78)
	Subtotal	6,388	6,220	(168)	4,846	4,768	(78)
Total		38,180	39,227	1,046	377,030	397,151	20,120

4. Available-for-sale securities

(Yen in millions)

		As of March 31, 2018			As of March 31, 2019		
		Fair value shown on balance sheet	Cost	Unrealized gains (losses)	Fair value shown on balance sheet	Cost	Unrealized gains (losses)
Those with fair value exceeding the cost	Domestic debt securities	3,604,581	3,202,528	402,052	3,763,498	3,302,105	461,392
	Domestic equity securities	2,626,078	613,425	2,012,652	2,344,866	554,813	1,790,052
	Foreign securities	3,075,059	2,861,452	213,606	2,889,655	2,747,548	142,107
	Others (Note 2)	665,045	622,904	42,141	322,892	296,171	26,720
	Subtotal	9,970,764	7,300,311	2,670,453	9,320,912	6,900,639	2,420,273
Those with fair value not exceeding the cost	Domestic debt securities	336,688	342,785	(6,097)	124,160	125,274	(1,114)
	Domestic equity securities	12,575	14,700	(2,125)	38,299	43,694	(5,394)
	Foreign securities	1,312,266	1,346,835	(34,568)	1,436,148	1,485,964	(49,816)
	Others (Note 3)	643,587	655,619	(12,032)	1,169,115	1,202,673	(33,558)
	Subtotal	2,305,117	2,359,941	(54,823)	2,767,724	2,857,607	(89,883)
Total		12,275,882	9,660,253	2,615,629	12,088,637	9,758,246	2,330,390

(Note) 1. Available-for-sale securities whose fair value cannot be measured reliably are not included in the table above.

2. "Others" includes items as follows:

- Foreign mortgage securities, etc. which are presented as Monetary receivables bought on the consolidated balance sheet
As of March 31, 2018: fair value 652,148 million yen, cost 613,589 million yen, unrealized gains 38,559 million yen
As of March 31, 2019: fair value 310,370 million yen, cost 285,081 million yen, unrealized gains 25,289 million yen

3. "Others" includes items as follows:

- Negotiable certificates of deposit which are presented as Cash and bank deposits on the consolidated balance sheet
As of March 31, 2018: fair value 36,032 million yen, cost 36,032 million yen
As of March 31, 2019: fair value 5,424 million yen, cost 5,424 million yen
- Foreign mortgage securities, etc. which are presented as Monetary receivables bought on the consolidated balance sheet
As of March 31, 2018: fair value 598,527 million yen, cost 610,352 million yen, unrealized losses (11,824) million yen
As of March 31, 2019: fair value 1,157,090 million yen, cost 1,190,231 million yen, unrealized losses (33,141) million yen

5. Bonds held to maturity that were sold
None.

6. Bonds earmarked for underwriting reserves that were sold

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)			Fiscal year 2018 (April 1, 2018 to March 31, 2019)		
	Sale proceeds	Gains on sale	Losses on sale	Sale proceeds	Gains on sale	Losses on sale
Domestic debt securities	3,070	74	-	2,279	103	-
Foreign securities	1,504	231	0	1,116	144	0
Total	4,574	306	0	3,395	247	0

7. Available-for-sale securities that were sold

(Yen in millions)

	Fiscal year 2017 (April 1, 2017 to March 31, 2018)			Fiscal year 2018 (April 1, 2018 to March 31, 2019)		
	Sale proceeds	Gains on sale	Losses on sale	Sale proceeds	Gains on sale	Losses on sale
Domestic debt securities	281,603	11,395	8,649	276,180	2,526	1,214
Domestic equity securities	117,953	89,291	603	108,453	82,662	250
Foreign securities	1,046,617	31,239	20,308	1,042,227	35,438	17,502
Others	168,664	7,341	1,916	195,974	5,956	2,384
Total	1,614,838	139,268	31,478	1,622,835	126,584	21,351

(Note) "Others" includes items as follows:

-Negotiable certificates of deposit which are presented as Cash and bank deposits on the consolidated balance sheet

Fiscal year 2017: proceeds 24,270 million yen, gains 91 million yen

Fiscal year 2018: proceeds 3,809 million yen

-Foreign mortgage securities, etc. which are presented as Monetary receivables bought on the consolidated balance sheet

Fiscal year 2017: proceeds 144,380 million yen, gains 7,237 million yen, losses 1,916 million yen

Fiscal year 2018: proceeds 190,113 million yen, gains 4,858 million yen, losses 2,384 million yen

8. Securities on which impairment losses were recognized

Impairment losses were recognized as follows:

-Available-for-sale securities with fair value

Fiscal year 2017: 7,121 million yen (Domestic equity securities 296 million yen, Foreign securities 4,321 million yen, Others 2,502 million yen)

Fiscal year 2018: 11,018 million yen (Domestic equity securities 4,322 million yen, Foreign securities 5,294 million yen, Others 1,401 million yen)

-Available-for-sale securities whose fair value cannot be measured reliably

Fiscal year 2017: 439 million yen (Domestic equity securities 206 million yen, Foreign securities 232 million yen)

Fiscal year 2018: 218 million yen (Domestic equity securities 108 million yen, Foreign securities 110 million yen)

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 transactions

(Yen in millions)

	As of March 31, 2018			As of March 31, 2019		
	Principal amount	Fair value	Unrealized gains (losses)	Principal amount	Fair value	Unrealized gains (losses)
Foreign currency-related instruments						
Currency futures						
Short	1,960	-	-	1,903	-	-
Long	659	-	-	122	-	-
Foreign exchange forwards						
Short	662,431	2,227	2,227	477,431	3,784	3,784
Long	137,817	(1,782)	(1,782)	70,970	(366)	(366)
Currency swaps	12,045	-	-	31,367	45	45
Interest rate-related instruments						
Interest rate futures						
Short	183,507	133	133	272,780	(705)	(705)
Long	574	-	-	2,061	-	-
Interest rate swaps	2,944,185	21,642	21,642	2,688,441	14,776	14,776
Equity-related instruments						
Equity index futures						
Short	12,294	(180)	(180)	14,337	(103)	(103)
Long	2,704	(11)	(11)	1,355	(1)	(1)
Equity forwards						
Short	392	38	38	-	-	-
Equity index options						
Short	117,884 [3,084]	8,343	(5,259)	145,488 [5,102]	929	4,172
Long	158,032 [10,677]	16,078	5,401	213,915 [15,522]	3,171	(12,351)
Bond-related instruments						
Bond futures						
Short	24,119	60	60	136,101	(1,855)	(1,855)
Long	122,590	1,237	1,237	38,180	292	292
Bond future options						
Short	11 [2]	0	1	- [-]	-	-
Bond over-the-counter options						
Short	20,950 [14]	13	0	91,664 [310]	403	(93)
Long	20,950 [64]	40	(23)	91,664 [338]	427	88
Commodity-related instruments						
Commodity futures						
Short	786	-	-	911	-	-
Long	322	-	-	586	-	-
Commodity swaps	934	(86)	(86)	-	-	-
Others						
Natural catastrophe derivatives						
Short	60,029 [7,278]	5,502	1,775	30,929 [2,522]	1,269	1,253
Long	73,274 [9,651]	7,879	(1,772)	19,000 [641]	(47)	(689)
Weather derivatives						
Short	13 [1]	0	0	19 [2]	2	0
Others						
Short	22,600 [2,599]	2,147	452	22,200 [2,553]	1,445	1,107
Long	12,016 [1,169]	1,289	120	11,339 [1,148]	1,001	(147)
Total	—	64,574	23,974	—	24,470	9,208

(Note) 1. For option contracts, option premiums are denoted with [].

2. Transactions to which hedge accounting is applied are not included in the table above.