

Nonconsolidated Statements of Operations

Nissay Dowa General Insurance Co., Ltd.
For the years ended March 31, 2008 and 2009

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2008	2009	2009
Operating income			
Net premiums written	¥ 318,249	¥ 310,918	\$ 3,165,208
Accumulated premiums of savings-type insurance, net of maturity refund	(26,859)	(25,514)	(259,737)
Reversal of underwriting reserves	11,837	16,767	170,696
Interest and dividends received	28,577	23,897	243,281
Net gain (loss) on securities	17,338	(14,770)	(150,362)
Other income	1,100	7,255	73,857
Reversal of reserve for price fluctuation	-	6,443	65,591
Others	1,100	812	8,266
Total operating income	350,243	318,554	3,242,944
Operating costs and expenses			
Net losses and claims paid	194,708	191,808	1,952,646
Loss adjustment expenses	16,764	17,623	179,409
Net commissions and brokerage	53,233	53,311	542,720
Operating and general administrative expenses	57,493	58,410	594,628
Provision for reserves for reported and estimated losses and claims	7,002	1,877	19,115
Net derivative financial instruments losses	4,679	3,144	32,009
Net loss on sales and disposal of property and equipment	931	309	3,152
Loss on impairment of long-lived assets (Note 7)	122	12	122
Foreign currency exchange loss	1,764	645	6,572
Other expenses	2,811	2,131	21,702
Total operating costs and expenses	339,511	329,274	3,352,080
Income (loss) before income taxes	10,731	(10,720)	(109,135)
Income taxes (Note 12)			
Current	5,468	51	528
Deferred	(1,186)	(4,034)	(41,069)
Total income taxes	4,281	(3,982)	(40,540)
Net income (loss)	¥ 6,450	¥ (6,738)	\$ (68,594)
Per share of common stock (Note 2 (15))			
Net income (loss)	¥ 16.98	¥ (17.74)	\$ (0.180)
Cash dividends applicable to the year	8.00	8.00	0.081

See accompanying Notes to Nonconsolidated Financial Statements.