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## Financial Results for the Three Months Ended June 30, 2025

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Nippon Life Insurance Company (the “Company,” President: Satoshi Asahi) announces financial results for the three months ended June 30, 2025.

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## 1. Business Highlights

### (1) Annualized Premium

- Policies in Force

(100 Million Yen, %)

	As of June 30, 2025		As of March 31, 2025
		As a percentage of March 31, 2025	
Individual insurance	26,679	99.7	26,758
Individual annuities	10,235	99.7	10,270
Total	36,915	99.7	37,028
Medical coverages, living benefits, and others	6,803	100.1	6,797

- New Policies

(100 Million Yen, %)

	Three months ended June 30, 2025		Three months ended June 30, 2024
		As a percentage of three months ended June 30, 2024	
Individual insurance	476	87.1	546
Individual annuities	64	155.0	41
Total	540	91.9	588
Medical coverages, living benefits, and others	103	91.2	113

Notes: 1. The amount of annualized premium is calculated by multiplying a single premium payment by a factor according to the premium payment method (for single premium policies, the annualized amount is the total premium divided by the insured period).  
2. The amount of medical coverages, living benefits, and others represents annualized premium related to medical benefits (hospitalization benefits and surgical benefits), living benefits (specified illness benefits and nursing care benefits), and waiver of premium benefits (excluding disability benefits alone, but including specified illness and nursing care benefits).  
3. Annualized new policy premium includes net increases due to conversions.

## (2) Amount of Policies in Force and New Policies

### • Policies in Force

	As of June 30, 2025				As of March 31, 2025	
	Number of policies		Amount of policies		Number of policies (thousands)	Amount of policies (100 million yen)
	(thousands)	As a percentage of March 31, 2025 (%)	(100 million yen)	As a percentage of March 31, 2025 (%)		
Individual insurance	30,273	99.8	1,124,470	98.7	30,336	1,138,901
Individual annuities	3,987	99.7	234,373	99.8	3,998	234,886
Group insurance	—	—	968,272	100.5	—	963,430
Group annuities	—	—	137,762	99.9	—	137,865

Notes: 1. The amount of individual annuities is the total of (a) annuity resources at the start of annuity payments for policies prior to the start of annuity payments and (b) policy reserves for policies after the start of annuity payments.  
2. The amount of group annuities is the amount of the policy reserves.

### • New Policies

	Three months ended June 30, 2025						Three months ended June 30, 2024			
	Number of policies		Amount of policies				Number of policies (thousands)	Amount of policies		
	(thousands)	As a percentage of three months ended June 30, 2024 (%)	(100 million yen)	As a percentage of three months ended June 30, 2024 (%)	New policies	Net increase by conversion		(100 million yen)	New policies	Net increase by conversion
Individual insurance	873	85.2	5,166	149.9	9,889	(4,723)	1,025	3,445	10,511	(7,065)
Individual annuities	54	214.0	1,805	151.7	1,888	(82)	25	1,190	1,304	(114)
Group insurance	—	—	748	370.8	748		—	201	201	
Group annuities	—	—	0	5.7	0		—	2	2	

Notes: 1. New policies include enrollment using the coverage enhancement system, and conversion indicates enrollment using the coverage revision system and partial coverage revision system.  
2. The number of policies includes policies that were converted into new policies.  
3. The amount of new policies and net increase in policies by conversion for individual annuities represent annuity resources at the start of annuity payments.  
4. The amount of new policies for group annuities represents the first-time premium.

## 2. Investment Management Performance (General Account)

### (1) Asset Composition

(100 Million Yen, %)

	As of June 30, 2025		As of March 31, 2025	
	Amount	%	Amount	%
Cash, deposits, and call loans	11,207	1.4	10,361	1.3
Receivables under resale agreements	—	—	—	—
Receivables under securities borrowing transactions	—	—	—	—
Monetary receivables purchased	1,036	0.1	1,007	0.1
Proprietary trading securities	—	—	—	—
Assets held in trust	—	—	—	—
Investments in securities:	691,962	85.1	682,149	84.8
Domestic bonds	307,717	37.8	305,176	37.9
Domestic stocks	135,645	16.7	131,910	16.4
Foreign securities:	222,453	27.3	219,769	27.3
Foreign bonds	111,336	13.7	110,690	13.8
Foreign stocks and other securities	111,117	13.7	109,078	13.6
Other securities	26,147	3.2	25,294	3.1
Loans:	77,911	9.6	78,660	9.8
Policy loans	3,956	0.5	4,029	0.5
Industrial and consumer loans	73,954	9.1	74,630	9.3
Real estate:	17,334	2.1	17,388	2.2
Investment properties	11,439	1.4	11,550	1.4
Deferred tax assets	—	—	—	—
Other assets	14,158	1.7	15,181	1.9
Allowance for doubtful accounts	(44)	(0.0)	(42)	(0.0)
Total assets (general account):	813,566	100	804,705	100.0
Foreign currency-denominated assets	219,195	26.9	215,651	26.8

Note: Real estate amount is the sum of land, buildings, and construction in progress.

## (2) Fair Value Information of Securities (Other Than Trading Securities)

(100 Million Yen)

		As of June 30, 2025					As of March 31, 2025				
		Book value	Fair value	Net gains/losses	Gains	Losses	Book value	Fair value	Net gains/losses	Gains	Losses
	Policy-reserve-matching bonds	275,801	237,428	(38,372)	3,136	(41,509)	275,180	241,892	(33,287)	3,209	(36,497)
	Held-to-maturity debt securities	—	—	—	—	—	—	—	—	—	—
	Investments in subsidiaries and affiliates	7,163	12,877	5,713	5,713	—	7,163	10,788	3,624	3,745	(121)
	Available-for-sale securities:	273,867	381,694	107,827	120,207	(12,380)	269,751	373,034	103,282	114,548	(11,265)
	Domestic bonds	37,021	33,805	(3,216)	764	(3,980)	34,475	31,875	(2,599)	789	(3,389)
	Domestic stocks	39,954	123,971	84,017	84,554	(536)	40,836	120,245	79,408	79,927	(518)
	Foreign securities:	172,245	199,602	27,357	32,656	(5,299)	170,594	197,671	27,076	32,016	(4,940)
	Foreign bonds	96,950	110,125	13,174	15,264	(2,090)	95,498	109,476	13,978	15,732	(1,754)
	Foreign stocks and other securities	75,294	89,477	14,182	17,392	(3,209)	75,096	88,195	13,098	16,284	(3,185)
	Other securities	23,751	23,415	(336)	2,225	(2,562)	23,198	22,591	(607)	1,810	(2,417)
	Monetary receivables purchased	254	260	5	5	(0)	206	210	4	5	(0)
	Negotiable certificates of deposit	640	639	(0)	—	(0)	440	439	(0)	—	(0)
Total		556,833	632,001	75,168	129,057	(53,889)	552,096	625,715	73,619	121,503	(47,883)
	Domestic bonds	310,933	269,296	(41,637)	3,831	(45,468)	307,776	271,820	(35,955)	3,909	(39,865)
	Domestic stocks	39,954	123,971	84,017	84,554	(536)	40,836	120,245	79,408	79,927	(518)
	Foreign securities:	180,512	213,644	33,131	38,434	(5,303)	178,833	209,617	30,784	35,846	(5,062)
	Foreign bonds	98,063	111,301	13,238	15,332	(2,094)	96,582	110,645	14,063	15,819	(1,755)
	Foreign stocks and other securities	82,449	102,343	19,893	23,102	(3,209)	82,250	98,971	16,720	20,027	(3,306)
	Other securities	23,761	23,427	(333)	2,228	(2,562)	23,208	22,603	(604)	1,812	(2,417)
	Monetary receivables purchased	1,031	1,021	(9)	8	(18)	1,002	989	(12)	7	(20)
	Negotiable certificates of deposit	640	639	(0)	—	(0)	440	439	(0)	—	(0)

Notes: 1. The table above includes securities that are deemed appropriate as securities under the Financial Instruments and Exchange Act in Japan.

2. The above table excludes items such as stocks without market prices and entities such as partnerships.

## [Book Value of Stocks without Market Prices and Entities Such as Partnerships]

(100 Million Yen)

	As of June 30, 2025	As of March 31, 2025
Investments in subsidiaries and affiliates	27,395	26,602
Available-for-sale securities:	1,395	1,382
Unlisted domestic stocks	580	571
Unlisted foreign stocks	—	—
Others	815	811
Total	28,791	27,985

Note: Of stocks without market prices and entities such as partnerships, the net gains (losses) on currency exchange valuation of assets denominated in foreign currencies were as follows: ¥172.1 billion and ¥212.4 billion as of June 30, 2025, and March 31, 2025, respectively.

### (3) Fair Value Information of Assets Held in Trust

There were no ending balances as of June 30, 2025, and March 31, 2025.

#### Assets Held in Trust for Trading Purposes

There were no ending balances as of June 30, 2025, and March 31, 2025.

#### Assets Held in Trust Classified as Policy-Reserve-Matching, Held-to-Maturity, and Available-for-Sale

There were no ending balances as of June 30, 2025, and March 31, 2025.

### 3. Nonconsolidated Balance Sheets

(Million Yen)

	As of June 30, 2025	As of March 31, 2025
<b>Assets:</b>		
Cash and deposits	551,376	507,314
Call loans	798,831	765,505
Monetary receivables purchased	103,661	100,718
Investments in securities:	70,005,190	69,035,272
National government bonds	28,594,457	28,334,096
Local government bonds	738,046	749,834
Corporate bonds	1,744,438	1,758,336
Domestic stocks	13,612,165	13,235,887
Foreign securities	22,435,794	22,164,720
Loans:	7,791,112	7,866,042
Policy loans	395,638	402,998
Industrial and consumer loans	7,395,474	7,463,043
Tangible fixed assets	1,751,259	1,756,360
Intangible fixed assets	217,672	215,102
Reinsurance receivables	277	306
Other assets	1,245,834	1,345,485
Customers' liability for acceptances and guarantees	47,882	51,697
Allowance for doubtful accounts	(4,444)	(4,273)
Allowance for investment losses	(26,314)	(24,125)
<b>Total assets</b>	<b>82,482,338</b>	<b>81,615,406</b>
<b>Liabilities:</b>		
Policy reserves and other reserves:	62,702,350	62,519,697
Reserve for outstanding claims	192,294	209,835
Policy reserves	61,198,586	61,182,984
Reserve for dividends to policyholders	1,311,469	1,126,878
Reinsurance payables	1,171	399
Corporate bonds	1,577,696	1,438,541
Other liabilities:	6,878,255	6,434,336
Income taxes payable	135,644	6,478
Lease obligations	2,759	3,224
Asset retirement obligations	7,681	7,604
Other liabilities	6,732,169	6,417,028
Accrued bonuses for directors, and audit and supervisory board	604	427
Accrued retirement benefits	373,326	379,563
Reserve for program points	4,780	6,192
Reserve for price fluctuations	1,590,629	1,673,007
Deferred tax liabilities	616,068	623,965
Deferred tax liabilities for land revaluation	100,351	100,413
Acceptances and guarantees	47,882	51,697
<b>Total liabilities</b>	<b>73,893,117</b>	<b>73,228,243</b>

### 3. Nonconsolidated Balance Sheets (Continued)

(Million Yen)

	As of June 30, 2025	As of March 31, 2025
<b>Net assets:</b>		
<b>Foundation funds</b>	<b>50,000</b>	<b>50,000</b>
<b>Reserve for redemption of foundation funds</b>	<b>1,400,000</b>	<b>1,400,000</b>
<b>Reserve for revaluation</b>	<b>651</b>	<b>651</b>
<b>Surplus:</b>	<b>815,921</b>	<b>982,249</b>
Legal reserve for deficiencies	24,804	23,390
Other surplus reserves:	791,117	958,859
Equalized reserve for dividends to policyholders	10,000	—
Reserve for social public welfare assistance	3,718	718
Reserve for financial stability	571,917	411,917
Reserve for reduction entry of real estate	79,811	77,279
Other reserves	170	170
Unappropriated surplus	125,501	* 468,775
<b>Total foundation funds and others</b>	<b>2,266,573</b>	<b>2,432,900</b>
<b>Net unrealized gains on available-for-sale securities</b>	<b>7,697,707</b>	<b>7,377,817</b>
<b>Deferred losses on derivatives under hedge accounting</b>	<b>(1,320,554)</b>	<b>(1,366,998)</b>
<b>Land revaluation losses</b>	<b>(54,505)</b>	<b>(56,555)</b>
<b>Total valuations, conversions, and others</b>	<b>6,322,648</b>	<b>5,954,262</b>
<b>Total net assets</b>	<b>8,589,221</b>	<b>8,387,163</b>
<b>Total liabilities and net assets</b>	<b>82,482,338</b>	<b>81,615,406</b>

Note: \*Unappropriated surplus on the condensed balance sheet as of March 31, 2025, represents the current-year unappropriated surplus.



## Notes to the Nonconsolidated Balance Sheet as of June 30, 2025

1. As the proposed appropriation of surplus for the fiscal year ended March 31, 2025 was approved at the Meeting of Representatives held on July 2, 2025, it is included in the nonconsolidated balance sheet as of June 30, 2025.

Details of the appropriation of surplus approved at the Meeting of Representatives are as follows:

	Million Yen
a. Unappropriated surplus as of March 31, 2025	468,775
b. Reversal from voluntary surplus reserves	2,529
c. Appropriations:	471,305
Reserve for dividends to policyholders	291,689
Legal reserve for deficiencies	1,414
Interest on foundation funds	140
Voluntary surplus reserves	178,061
d. Surplus carried forward (a+b-c)	—

2. The corporate tax, inhabitant tax, and income tax adjustments for the three months ended June 30, 2025, are calculated based on the assumption of accumulations and reversals of the reserve for reduction entry of real estate and the reserve for dividends to policyholders due to the appropriation of surplus in the current fiscal year.
3. Effective from the fiscal year ended March 31, 2020, the Company has provided additional policy reserves to cover a possible deficiency in the reserve for paid-up insurance policies and similar policies among certain whole life insurance policies (including single payment policies). Moreover, effective from the three months ended June 30, 2025, the Company has expanded the scope of whole life insurance policies (including single payment policies) for which additional policy reserves will be provided. For such policies with premiums that have been paid and similar policies (including single payment policies), the Company has decided to successively provide these additional policy reserves over the next nine years. As a result, the policy reserves increased by ¥49,279 million, while ordinary profit and surplus before income taxes decreased by ¥49,279 million, compared with amounts that would have been recorded had the additional policy reserves not been provided in the three months ended June 30, 2025.
4. An appropriate amount of the reserve for incurred but not reported (IBNR) claims (insurance claims and benefits whose reasons for payment have not yet been reported, but whose reasons for payment stipulated by insurance policies are deemed to have already occurred) cannot be calculated pursuant to the calculation based on Article 1, Paragraph 1, Principles of the Ministry of Finance Public Notice No. 234 of 1998 (hereinafter, “the IBNR Notice”) due to the end of special treatment from May 8, 2023. Under this special treatment, payment was made for hospitalization and related benefits in cases where the insured was diagnosed with COVID-19 and recuperated at a lodging facility or at home under the supervision of a physician or other medical personnel

(hereinafter, “deemed hospitalization”). Accordingly, the Company has recorded an amount calculated using the following method under the provision of Article 1, Paragraph 1 of the IBNR Notice.

(Outline of calculation method)

The reserve amount is calculated using the same method as that set forth in Article 1, Paragraph 1, Principles of the IBNR Notice, after excluding the amounts related to deemed hospitalization from the required amount of provisions to reserve for IBNR claims over all periods under Article 1, Paragraph 1, Principles of the IBNR Notice and the amount of payments for insurance claims and benefits under said notice.

5. Changes in the reserve for dividends to policyholders for the three months ended June 30, 2025, were as follows:

	Million Yen
	Three months ended June 30, 2025
a. Balance at the beginning of the current fiscal year	1,126,878
b. Transfer to reserve based on the proposed appropriation of surplus for the previous fiscal year	291,689
c. Dividends paid to policyholders during the current three-month period	112,257
d. Increase in interest	5,159
e. Balance at the end of the current three-month period (a+b-c+d)	1,311,469

6. The amount of securities lent under lending agreements was ¥1,675,090 million as of June 30, 2025.

#### 4. Nonconsolidated Statements of Income

(Million Yen)

	Three months ended June 30, 2025	Three months ended June 30, 2024
<b>Ordinary income:</b>	<b>1,723,499</b>	<b>1,895,082</b>
<b>Revenues from insurance and reinsurance:</b>	<b>1,115,730</b>	<b>1,241,965</b>
Insurance premiums	1,115,452	1,241,685
<b>Investment income:</b>	<b>560,218</b>	<b>621,169</b>
Interest, dividends, and other income	386,995	392,425
Gains on sales of securities	150,503	122,328
Gains on separate accounts, net	22,514	19,006
Other ordinary income	47,550	31,947
<b>Ordinary expenses:</b>	<b>1,663,284</b>	<b>1,775,000</b>
<b>Benefits and other payments:</b>	<b>1,107,036</b>	<b>1,130,409</b>
Death and other claims	269,425	265,634
Annuity payments	222,524	214,898
Health and other benefits	222,773	217,161
Surrender benefits	342,872	375,873
Other refunds	48,222	56,410
<b>Provision for policy reserves:</b>	<b>20,761</b>	<b>221,106</b>
Provision for policy reserves	15,601	215,933
Provision for interest on reserve for dividends to policyholders	5,159	5,173
<b>Investment expenses:</b>	<b>324,829</b>	<b>216,806</b>
Interest expenses	16,494	13,366
Losses on sales of securities	197,212	111,577
Losses on valuation of securities	814	5,901
Losses on derivative financial instruments, net	85,564	63,985
<b>Operating expenses</b>	<b>153,566</b>	<b>147,555</b>
<b>Other ordinary expenses</b>	<b>57,090</b>	<b>59,122</b>
<b>Ordinary profit</b>	<b>60,215</b>	<b>120,081</b>
<b>Extraordinary gains:</b>	<b>83,512</b>	<b>1,048</b>
Gains on disposals of fixed assets	1,134	1,048
Reversal of reserve for price fluctuations	82,378	—
<b>Extraordinary losses:</b>	<b>1,775</b>	<b>38,668</b>
Losses on disposals of fixed assets	1,210	429
Impairment losses	564	2,727
Provision for reserve for price fluctuations	—	35,512
<b>Surplus before income taxes</b>	<b>141,952</b>	<b>82,461</b>
<b>Income taxes - current</b>	<b>40,567</b>	<b>58,556</b>
<b>Income taxes - deferred</b>	<b>(26,167)</b>	<b>(57,114)</b>
<b>Total income taxes</b>	<b>14,400</b>	<b>1,441</b>
<b>Net surplus</b>	<b>127,552</b>	<b>81,019</b>

## Notes to the Nonconsolidated Statement of Income for the Three Months Ended June 30, 2025

### 1. Impairment losses are as follows:

#### 1) Method for grouping the assets

Real estate for rental use and other assets and idle properties are classified as one asset group per property. Assets utilized for insurance business operations are classified into a single asset group.

#### 2) Recognition of impairment losses

When a significant decrease in profitability or fair value of a certain asset group is noted, the book value is reduced to the recoverable amount, recognizing an impairment losses under extraordinary losses.

#### 3) Breakdown of asset groups for which impairment losses were recognized for the three months ended June 30, 2025, is as follows:

	Million Yen		
Purpose of use	Land	Buildings	Total
Idle properties	401	163	564
Total	401	163	564

#### 4) Measurement of recoverable amount

The recoverable amount is based on either the value in use or net selling price of the asset depending on the type of asset.

In principle, the value in use is determined as the discounted future cash flows using a discount rate of 3.0%. Net selling price is determined based on appraisals performed in accordance with the “Real Estate Appraisal Standards” or standard land prices.

### 2. In accordance with paragraph 7 of the Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules, etc. (ASBJ Practical Solution No. 46, March 22, 2024), the Company has not recorded any income taxes related to the global minimum tax rules for the relevant fiscal years, including the three months ended June 30, 2025.

## 5. Details of Ordinary Profit (Core Operating Profit)

(Million Yen)

	Three months ended June 30, 2025	Three months ended June 30, 2024
Core operating profit (A)	164,108	160,915
Capital gains:	230,221	277,214
Gains on proprietary trading securities	—	—
Gains from assets held in trust, net	—	—
Gains on trading securities	—	—
Gains on sales of securities	150,503	122,328
Gains on derivative financial instruments, net	—	—
Foreign exchange gains, net	—	82,894
Other capital gains	79,718	71,991
Capital losses:	284,029	271,658
Losses on proprietary trading securities	—	—
Losses from assets held in trust, net	—	—
Losses on trading securities	—	—
Losses on sales of securities	197,212	111,577
Losses on valuation of securities	814	5,901
Losses on derivative financial instruments, net	85,564	63,985
Foreign exchange losses, net	437	—
Other capital losses	—	90,194
Net capital gains (losses) (B)	(53,807)	5,555
Core operating profit, including net capital gains (losses) (A+B)	110,300	166,471
Nonrecurring gains:	1,382	4,317
Reinsurance revenue	—	—
Reversal of contingency reserve	1,283	—
Reversal of specific allowance for doubtful accounts	99	305
Other nonrecurring gains	—	4,012
Nonrecurring losses:	51,467	50,706
Reinsurance premiums	—	—
Provision for contingency reserve	—	480
Provision for specific allowance for doubtful accounts	—	—
Provision for allowance for specific overseas loans	—	—
Write-offs of loans	—	—
Other nonrecurring losses	51,467	50,226
Net nonrecurring losses (C)	(50,085)	(46,389)
Ordinary profit (A+B+C)	60,215	120,081

## (Reference) Breakdown of “Other” items

(Million Yen)

	Three months ended June 30, 2025	Three months ended June 30, 2024
Core operating profit	(79,718)	18,203
Interest income and expenses related to swap transactions for foreign currency-denominated insurance products and swap transactions for hedging purposes	(131)	3,258
Impact of market exchange rate movements related to foreign currency-denominated insurance policies	(36,563)	86,935
Impact of movements in surrender benefits related to market value adjustment	(1,347)	(12,992)
Hedge cost related to foreign exchange	(41,675)	(58,999)
Other capital gains	79,718	71,991
Interest income related to swap transactions for foreign currency-denominated insurance products and swap transactions for hedging purposes	131	—
Impact of market exchange rate movements related to foreign currency-denominated insurance policies	36,563	—
Impact of movements in surrender benefits related to market value adjustment	1,347	12,992
Hedge cost related to foreign exchange	41,675	58,999
Other capital losses	—	90,194
Interest expenses related to swap transactions for foreign currency-denominated insurance products and swap transactions for hedging purposes	—	3,258
Impact of market exchange rate movements related to foreign currency-denominated insurance policies	—	86,935
Impact of movements in surrender benefits related to market value adjustment	—	—
Hedge cost related to foreign exchange	—	—
Other nonrecurring gains	—	4,012
Reversal of allowance for investment loss	—	4,012
Other nonrecurring losses	51,467	50,226
Provision for allowance for investment loss	2,188	—
Provision for policy reserves pursuant to Article 69 Paragraph 5 of the Ordinance for Enforcement of the Insurance Business Act in Japan	49,279	50,226

## 6. Solvency Margin Ratio

(Million Yen)

	As of June 30, 2025	As of March 31, 2025
Solvency margin total amount (A):	19,128,690	18,732,146
Foundation funds ( <i>kikin</i> ) and other reserve funds:	5,166,685	5,124,623
Foundation funds and others	2,266,573	2,141,071
Reserve for price fluctuations	1,590,629	1,673,007
Contingency reserve	1,037,214	1,038,497
General allowance for doubtful accounts	2,995	2,773
Others	269,272	269,272
Net unrealized gains on available-for-sale securities (before tax) and deferred losses on derivatives under hedge accounting (before tax) × 90% (100% if negative)	8,442,392	7,992,050
Net unrealized gains on real estate × 85% (100% if negative)	717,945	717,226
Excess of continued Zillmerized reserve	3,783,174	3,786,038
Qualifying subordinated debt	2,547,240	2,514,541
Excess of continued Zillmerized reserve and qualifying subordinated debt not included in margin calculations	(1,235,934)	(1,178,730)
Deduction clause	(450,287)	(450,287)
Others	157,474	226,684
Total amount of risk (B):		
$\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2 + R_4}$	4,556,764	4,346,364
Underwriting risk ( $R_1$ )	99,367	99,939
Underwriting risk of third-sector insurance ( $R_8$ )	88,405	88,601
Anticipated yield risk ( $R_2$ )	138,649	143,255
Minimum guarantee risk ( $R_7$ )	5,182	5,122
Investment risk ( $R_3$ )	4,316,027	4,104,971
Business management risk ( $R_4$ )	92,952	88,837
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	839.5%	861.9%

Notes: 1. The amounts and figures as of March 31, 2025 in the table above are calculated based on the provisions of Article 86 and Article 87 of the Ordinance for Enforcement of the Insurance Business Act and the Ministry of Finance Public Notice No. 50 of 1996.

For the amounts and figures as of June 30, 2025, calculations are made in accordance with these regulations, using a method the Company deems reasonable.

2. The standard method is used for the calculation of minimum guarantee risk.



## 7. Status of Separate Accounts

### (1) Balance of Separate Account Assets

(Million Yen)

	As of June 30, 2025	As of March 31, 2025
Individual variable insurance	107,528	108,178
Individual variable annuities	9,903	10,695
Group annuities	1,008,222	1,025,996
Separate account total	1,125,655	1,144,870

### (2) Policies in Force

- Individual Variable Insurance

	As of June 30, 2025		As of March 31, 2025	
	Number of policies	Amount of policies (million yen)	Number of policies	Amount of policies (million yen)
Variable insurance (defined term type)	9,005	8,201	9,109	10,932
Variable insurance (whole life type)	27,144	372,756	27,371	376,718
Total	36,149	380,957	36,480	387,651

- Individual Variable Annuities

	As of June 30, 2025		As of March 31, 2025	
	Number of policies	Amount of policies (million yen)	Number of policies	Amount of policies (million yen)
Individual variable annuities	3,137	9,902	3,170	10,695

## 8. Status of the Company, Subsidiaries, and Affiliates

### (1) Selected Financial Data for Major Operations

(100 Million Yen)

	Three months ended June 30, 2025	Three months ended June 30, 2024
Ordinary income	29,938	31,909
Ordinary profit	446	1,116
Net surplus attributable to the parent company	1,061	632
Comprehensive income	4,828	(1,484)

	As of June 30, 2025	As of March 31, 2025
Total assets	975,146	963,426
Solvency margin ratio	864.9%	888.5%

### (2) Scope of Consolidation and Application of the Equity Method

	As of June 30, 2025
Number of consolidated subsidiaries	23
Number of subsidiaries not consolidated but accounted for under the equity method	0
Number of affiliates accounted for under the equity method	18
Changes in significant subsidiaries and affiliates during the period	None

### (3) Policies for Preparing the Consolidated Financial Statements for the Three Months Ended June 30, 2025

There are no material changes.

## (4) Consolidated Balance Sheets

(Million Yen)

	As of June 30, 2025	As of March 31, 2025
<b>Assets:</b>		
Cash and deposits	1,028,033	932,037
Call loans	960,831	876,505
Monetary receivables purchased	187,596	189,832
Investments in securities	81,382,970	80,309,407
Loans	8,623,829	8,706,575
Tangible fixed assets	1,980,867	1,986,662
Intangible fixed assets	639,992	647,931
Reinsurance receivables	308,231	224,252
Other assets	2,327,439	2,386,882
Net defined benefit asset	1,491	1,469
Deferred tax assets	30,396	34,155
Customers' liability for acceptances and guarantees	48,568	52,383
Allowance for doubtful accounts	(5,637)	(5,463)
<b>Total assets</b>	<b>97,514,611</b>	<b>96,342,632</b>
<b>Liabilities:</b>		
<b>Policy reserves and other reserves:</b>	<b>75,773,118</b>	<b>75,343,434</b>
Reserve for outstanding claims	254,430	275,520
Policy reserves	74,163,395	73,897,294
Reserve for dividends to policyholders (mutual company)	1,311,469	1,126,878
Reserve for dividends to policyholders (limited company)	43,823	43,740
<b>Reinsurance payables</b>	<b>23,417</b>	<b>17,731</b>
<b>Corporate bonds</b>	<b>1,693,296</b>	<b>1,554,141</b>
<b>Other liabilities</b>	<b>8,265,694</b>	<b>7,763,978</b>
Accrued bonuses for directors, and audit and supervisory board members	604	427
Net defined benefit liability	340,661	342,085
Accrued retirement benefits for directors, and audit and supervisory board members	325	358
Reserve for program points	4,780	6,192
Reserve for price fluctuations	1,707,458	1,787,849
Deferred tax liabilities	674,339	683,281
Deferred tax liabilities for land revaluation	100,351	100,413
Acceptances and guarantees	48,568	52,383
<b>Total liabilities</b>	<b>88,632,617</b>	<b>87,652,277</b>

## (4) Consolidated Balance Sheets (Continued)

(Million Yen)

	As of June 30, 2025	As of March 31, 2025
<b>Net assets:</b>		
<b>Foundation funds</b>	<b>50,000</b>	<b>50,000</b>
<b>Reserve for redemption of foundation funds</b>	<b>1,400,000</b>	<b>1,400,000</b>
<b>Reserve for revaluation</b>	<b>651</b>	<b>651</b>
<b>Consolidated surplus</b>	<b>726,216</b>	<b>915,169</b>
<b>Total foundation funds and others</b>	<b>2,176,867</b>	<b>2,365,820</b>
<b>Net unrealized gains on available-for-sale securities</b>	<b>7,783,734</b>	<b>7,397,734</b>
<b>Deferred losses on derivatives under hedge accounting</b>	<b>(1,318,809)</b>	<b>(1,372,500)</b>
<b>Land revaluation losses</b>	<b>(54,505)</b>	<b>(56,555)</b>
<b>Foreign currency translation adjustments</b>	<b>97,897</b>	<b>157,624</b>
<b>Remeasurement of defined benefit plans</b>	<b>62,542</b>	<b>66,053</b>
<b>Valuation difference on policy reserves and other reserves of overseas subsidiaries and affiliates</b>	<b>(10,405)</b>	<b>(8,852)</b>
<b>Total accumulated other comprehensive income</b>	<b>6,560,454</b>	<b>6,183,502</b>
<b>Share acquisition rights</b>	<b>1,974</b>	<b>1,863</b>
<b>Noncontrolling interests</b>	<b>142,698</b>	<b>139,168</b>
<b>Total net assets</b>	<b>8,881,994</b>	<b>8,690,355</b>
<b>Total liabilities and net assets</b>	<b>97,514,611</b>	<b>96,342,632</b>

Notes to the Consolidated Balance Sheets as of June 30, 2025

- Effective from the three months ended June 30, 2025, some of the overseas affiliates accounted for under the equity method have applied IFRS 9 “Financial Instruments” and IFRS 17 “Insurance Contracts.” With these changes in accounting policies, the Company has changed, among other things, the classification and measurement methods of financial instruments. Also, policy reserves and other reserves are now measured in a manner that reflects the time value of money, the financial risk of cash flows from insurance contracts, and the impact of uncertainty in cash flows from insurance contracts. Additionally, “Valuation difference on policy reserves and other reserves of overseas subsidiaries and affiliates” is newly established under total accumulated other comprehensive income.

These changes in accounting policies are applied retrospectively to the consolidated financial statements for the fiscal year ended March 31, 2025. As a result, for the fiscal year ended March 31, 2025, investments in securities, consolidated surplus, foreign currency translation adjustments, and valuation difference on policy reserves and other reserves of overseas subsidiaries and affiliates decreased by ¥10 million, ¥1,644 million, ¥238 million, and ¥8,852 million, respectively, while net unrealized gains on available-for-sale securities increased by ¥10,725 million. Further, as the cumulative effect was reflected to net assets as of the beginning of the fiscal year ended March 31, 2025, investments in securities, consolidated surplus, and valuation difference on policy reserves and other reserves of overseas subsidiaries and affiliates decreased by ¥408 million, ¥2,430 million, and ¥90 million, respectively, while net unrealized gains on available-for-sale securities increased by ¥2,112 million, as of April 1, 2024.

- As the proposed appropriation of surplus of the Company for the fiscal year ended March 31, 2025 was approved at the Meeting of Representatives held on July 2, 2025, it is included in the consolidated balance sheet as of June 30, 2025. Details of the appropriation of surplus approved at the Meeting of Representatives are as follows:

	Million Yen
a. Unappropriated surplus as of March 31, 2025	468,775
b. Reversal from voluntary surplus reserves	2,529
c. Appropriations:	471,305
Reserve for dividends to policyholders (mutual company)	291,689
Legal reserve for deficiencies	1,414
Interest on foundation funds	140
Voluntary surplus reserves	178,061
d. Surplus carried forward (a+b-c)	—

- The corporate tax, inhabitant tax, and income tax adjustments of the Company for the three months ended June 30, 2025, are calculated based on the assumption of accumulations and reversals of the reserve for reduction entry of

real estate and the reserve for dividends to policyholders (mutual company) due to the appropriation of surplus in the current fiscal year.

4. The Company and its certain consolidated life insurance companies in Japan provided additional policy reserves in the three months ended June 30, 2025. As a result, policy reserves increased by ¥51,823 million, while ordinary profit and surplus before income taxes decreased by ¥51,823 million.

a) The Company

Effective from the fiscal year ended March 31, 2020, the Company has provided additional policy reserves to cover a possible deficiency in the reserve for paid-up insurance policies and similar policies among certain whole life insurance policies (including single payment policies). Moreover, effective from the three months ended June 30, 2025, the Company has expanded the scope of whole life insurance policies (including single payment policies) for which additional policy reserves will be provided. For such policies with premiums that have been paid and similar policies (including single payment policies), the Company has decided to successively provide these additional policy reserves over the next nine years. As a result, policy reserves increased by ¥49,279 million, while ordinary profit and surplus before income taxes decreased by ¥49,279 million, compared with amounts that would have been recorded if the additional policy reserve amounts had not been reserved in the three months ended June 30, 2025.

b) TAIJU LIFE INSURANCE COMPANY LIMITED

TAIJU LIFE INSURANCE COMPANY LIMITED has provided additional policy reserves to cover a possible deficiency in the reserve for certain individual annuity policyholders. As a result, policy reserves increased by ¥2,544 million, while ordinary profit and surplus before income taxes decreased by ¥2,544 million, compared with amounts that would have been recorded had the additional policy reserve amounts not been provided in the three months ended June 30, 2025.

5. The Company and its certain consolidated subsidiaries cannot calculate an appropriate amount of the reserve for incurred but not reported (IBNR) claims (insurance claims and benefits whose reasons for payment have not yet been reported, but whose reasons for payment stipulated by insurance policies are deemed to have already occurred) pursuant to the calculation based on Article 1, Paragraph 1, Principles of the Ministry of Finance Public Notice No. 234 of 1998 (hereinafter, “the IBNR Notice”) due to the end of special treatment from May 8, 2023. Under this special treatment, payment was made for hospitalization and related benefits in cases where the insured was diagnosed with COVID-19 and recuperated at a lodging facility or at home under the supervision of a physician or other medical personnel (hereinafter, “deemed hospitalization”). Accordingly, the Company and its certain subsidiaries have recorded an amount calculated using the following method under the provision of Article 1, Paragraph 1, of the IBNR Notice.  
(Outline of calculation method)

The Company and its certain subsidiaries calculated the reserve amount using the same method as that set forth in Article 1, Paragraph 1, Principles of the IBNR Notice, after excluding the amounts related to deemed hospitalization from the required amount of provisions to reserve for IBNR claims over all periods under Article 1, Paragraph 1, Principles of the IBNR Notice and the amount of payments for insurance claims and benefits under said notice.

6. Changes in the reserve for dividends to policyholders (mutual company) for the three months ended June 30, 2025, were as follows:

	Million Yen
	Three months ended June 30, 2025
a. Balance at the beginning of the current fiscal year	1,126,878
b. Transfer to reserve based on the proposed appropriation of surplus for the previous fiscal year	291,689
c. Dividends paid to policyholders (mutual company) during the current three-month period	112,257
d. Increase in interest	5,159
e. Balance at the end of the current three-month period (a+b-c+d)	1,311,469

7. Changes in the reserve for dividends to policyholders (limited company) for the three months ended June 30, 2025, were as follows:

	Million Yen
	Three months ended June 30, 2025
a. Balance at the beginning of the current fiscal year	43,740
b. Dividends paid to policyholders (limited company) during the current three-month period	2,820
c. Increase in interest	1
d. Provision for reserve for dividends to policyholders (limited company)	2,902
e. Balance at the end of the current three-month period (a-b+c+d)	43,823

8. On December 11, 2024, the Company reached an agreement to make its affiliate accounted for under the equity method, Resolution Life Group Holdings Ltd. (hereinafter, “Resolution Life”) its wholly owned subsidiary (hereinafter, “the Transaction”). The agreement was reached by the relevant parties, including the Company and Resolution Life, along with Blackstone ISG Investment Partners – R(BMU) L.P. (hereinafter, “Blackstone L.P.”), which is the investment limited partnership which invests in Resolution Life, and Blackstone ISG Investment Associates – R(BMU) Ltd. (hereinafter, “Blackstone Ltd.”), which is a general partner of Blackstone L.P.

In addition, an agreement was reached on the same date between the Company and National Australia Bank Limited (hereinafter, “NAB”) wherein the Company would acquire the remaining 20% of the issued shares of its consolidated subsidiary MLC Limited (hereinafter, “MLC”) from NAB.

Furthermore, the relevant parties, including the Company, Resolution Life, Blackstone L.P., and Blackstone Ltd., reached an agreement on a business integration (hereinafter, “the Integration”) of MLC and Resolution Life Australasia Limited (hereinafter, “Resolution Australasia”), which is a part of Resolution Life.

#### (Background and Aims of the Transaction and the Integration)

The Company has decided to conduct the Transaction and the Integration in order to expand in the U.S. life insurance market and other areas by converting Resolution Life, a global insurance group focusing on the acquisition and management of portfolios of life insurance policies and reinsurance business, into a wholly owned subsidiary, as well as further enhancing its Australian life insurance business through the Integration. Through these efforts, the Company aims to achieve long-term stable growth in overseas business profit and, ultimately, to maximize the benefits of its policyholders.



(Acquisition of Additional Shares of Resolution Life)

The Company will acquire approximately 77% of additional equity that it does not already own in the issued shares of Resolution Life from Blackstone L.P. Consequently, Resolution Life will become a wholly owned subsidiary of the Company.

1) Summary of business combination

a. Name and business of the acquiree

Name of the acquiree: Resolution Life Group Holdings Ltd.

Business: Insurance holding company (business of acquisition and management of portfolios of life insurance policies and reinsurance business)

b. Schedule of business combination

The business combination is scheduled to be completed by the second half (July-December) of 2025, subject to approval and other procedures by the relevant authorities.

c. Legal form of the business combination

Share acquisition for cash and other consideration

d. Matters concerning percentage of voting rights

Percentage of voting rights held before the acquisition date: Approximately 23%

Percentage of voting rights to be additionally acquired on the business combination date: Approximately 77%

Percentage of voting rights held after the acquisition: 100%

e. Financing method for payment

Own funds

2) Acquisition cost and breakdown by type of consideration

Consideration for additional share acquisition: Cash Approximately US\$8.2 billion (approximately ¥1.2 trillion)

\* The acquisition cost and gains and losses for the step acquisition have not yet been determined at this time.

(Acquisition of Additional Shares of MLC)

The Company will acquire the remaining 20% of the issued shares in MLC that NAB holds. Consequently, MLC will become a wholly owned subsidiary of the Company.

1) Summary of business combination

a. Name and business of the acquiree

Name of the acquiree: MLC Limited.

Business: Life insurance business

b. Schedule of business combination

The business combination is scheduled to be completed by the second half (July-December) of

2025, subject to approval and other procedures by the relevant authorities.

The transaction is expected to be executed on the business day after Resolution Life becomes a wholly owned subsidiary.

c. Legal form of the business combination

Share acquisition from a non-controlling shareholder

d. Matters concerning percentage of voting rights

Percentage of voting rights held before the acquisition date: 80%

Percentage of voting rights to be additionally acquired on the business combination date: 20%

Percentage of voting rights held after the acquisition: 100%

e. Financing method for payment

Own funds

2) Acquisition amount

Acquisition amount: Approximately AUD 500 million (approximately ¥50.0 billion)

(Business Integration of Resolution Australasia and MLC)

Following the completion of the acquisition of additional MLC shares as described above, the Company will make an in-kind contribution of all the MLC shares it holds to Resolution Life NOHC Pty Ltd (hereinafter, “Australian NOHC”), Resolution Life’s Australian holding company. In exchange, the Company will acquire the new shares issued by Australian NOHC.

As a result of this transaction, the Company will directly hold 51% of the voting rights of Australian NOHC (the Company will indirectly hold 49% through Resolution Life), and Australian NOHC will encompass both Resolution Australasia and MLC as its subsidiaries.

1) Names of the companies undergoing business combination and their business

Name of company undergoing business combination: Resolution Life NOHC Pty Ltd.

Business: Insurance holding company (business of acquisition and management of portfolios of life insurance policies)

Name of company undergoing business combination: MLC Limited.

Business: Life insurance business

2) Schedule of transaction

The transaction is scheduled to be completed by the second half (July-December) of 2025, subject to approval and other procedures by the relevant authorities.

The transaction is expected to be executed on the business day after Resolution Life becomes a wholly owned subsidiary.

9. The amount of securities lent under lending agreements was ¥2,017,540 million as of June 30, 2025.

10. Modified coinsurance agreements concluded by TAIJU LIFE INSURANCE COMPANY LIMITED, Nippon Wealth Life Insurance Company Limited, and HANASAKU LIFE INSURANCE Co., Ltd., which are the Company’s consolidated subsidiaries, are as described hereinafter.

TAIJU LIFE INSURANCE COMPANY LIMITED has concluded a modified coinsurance agreement covering foreign currency-denominated single payment endowment insurance (U.S. dollar/Australian dollar) and foreign currency-denominated single payment whole life insurance (U.S. dollar/Australian dollar).

HANASAKU LIFE INSURANCE Co., Ltd. has concluded modified coinsurance agreements covering whole life medical insurance and related insurance products. For modified coinsurance agreements related to reinsurance agreements under Article 1, Paragraph 5 of the Ministry of Finance Public Notice No. 50 of 1996, HANASAKU LIFE INSURANCE Co., Ltd. records as reinsurance revenue the amount received as a portion of equivalent new policy expenses related to the original insurance policy based on the reinsurance agreement. Concurrently, the same amount is recorded as unamortized ceding commissions under reinsurance receivables and is amortized over the term of the reinsurance policy.

The outstanding balance of reinsurance receivables, reinsurance payables and policy reserves as of June 30, 2025 includes the following amounts:

1) Reinsurance receivables	¥308,231 million
(Nippon Wealth Life Insurance Company Limited)	
Reinsurance receivables related to modified coinsurance agreements	¥273,786 million
Unamortized ceding commissions related to reinsurance agreements under Article 1, Paragraph 5 of the Ministry of Finance Public Notice No. 50 of 1996	¥273,786 million
(HANASAKU LIFE INSURANCE Co., Ltd.)	
Reinsurance receivables related to modified coinsurance agreements	¥32,124 million
Unamortized ceding commissions related to reinsurance agreements under Article 1, Paragraph 5 of the Ministry of Finance Public Notice No. 50 of 1996	
2) Reinsurance payables	¥23,417 million
(TAIJU LIFE INSURANCE COMPANY LIMITED)	
Reinsurance payables related to modified coinsurance agreements	¥7,138 million
3) Policy reserves	¥74,163,395 million
(TAIJU LIFE INSURANCE COMPANY LIMITED)	
Policy reserves related to modified coinsurance agreements	¥1,416,688 million
(Nippon Wealth Life Insurance Company Limited)	
Policy reserves related to modified coinsurance agreements	¥1,829,944 million
(HANASAKU LIFE INSURANCE Co., Ltd.)	
Policy reserves related to modified coinsurance agreements	¥7,577 million

(5) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income  
[Consolidated Statements of Income]

(Million Yen)

	Three months ended June 30, 2025	Three months ended June 30, 2024
<b>Ordinary income:</b>	<b>2,993,845</b>	<b>3,190,910</b>
<b>Revenues from insurance and reinsurance</b>	<b>2,139,482</b>	<b>2,004,314</b>
<b>Investment income:</b>	<b>693,155</b>	<b>1,120,611</b>
Interest, dividends, and other income	461,465	462,728
Gains on trading securities	7,151	11,636
Gains on sales of securities	193,626	138,105
Foreign exchange gains, net	—	483,460
Gains from separate accounts, net	30,480	24,148
<b>Other ordinary income</b>	<b>161,207</b>	<b>65,984</b>
<b>Ordinary expenses:</b>	<b>2,949,234</b>	<b>3,079,258</b>
<b>Benefits and other payments:</b>	<b>1,764,593</b>	<b>1,739,820</b>
Death and other claims	319,292	314,113
Annuity payments	271,544	264,635
Health and other benefits	289,863	274,215
Surrender benefits	391,657	445,622
Other refunds	49,039	61,018
<b>Provision for policy reserves:</b>	<b>304,121</b>	<b>747,207</b>
Provision for policy reserves	298,960	742,032
Provision for interest on reserve for dividends to policyholders (mutual company)	5,159	5,173
Provision for interest on reserve for dividends to policyholders (limited company)	1	1
<b>Investment expenses:</b>	<b>489,742</b>	<b>299,341</b>
Interest expenses	20,813	15,645
Losses on sales of securities	249,521	113,912
Losses on valuation of securities	846	5,901
Losses on derivative financial instruments, net	93,063	140,942
Foreign exchange losses, net	102,306	—
<b>Operating expenses</b>	<b>291,733</b>	<b>209,901</b>
<b>Other ordinary expenses</b>	<b>99,043</b>	<b>82,986</b>
<b>Ordinary profit</b>	<b>44,610</b>	<b>111,652</b>

[Consolidated Statements of Income] (Continued)

(Million Yen)

	Three months ended June 30, 2025	Three months ended June 30, 2024
<b>Extraordinary gains:</b>	<b>81,526</b>	<b>1,158</b>
Gains on disposals of fixed assets	1,135	1,156
Gains on reversal of share acquisition rights	0	2
Reversal of provision for reserve for price fluctuations	80,390	—
<b>Extraordinary losses:</b>	<b>1,816</b>	<b>40,545</b>
Losses on disposals of fixed assets	1,251	460
Impairment losses	564	2,727
Provision for reserve for price fluctuations	—	37,356
<b>Provision for reserve for dividends to policyholders (limited company)</b>	<b>2,902</b>	<b>2,852</b>
<b>Surplus before income taxes</b>	<b>121,418</b>	<b>69,413</b>
<b>Income taxes—current</b>	<b>50,118</b>	<b>65,136</b>
<b>Income taxes—deferred</b>	<b>(36,198)</b>	<b>(61,781)</b>
<b>Total income taxes</b>	<b>13,919</b>	<b>3,355</b>
<b>Net surplus</b>	<b>107,498</b>	<b>66,058</b>
<b>Net surplus attributable to noncontrolling interests</b>	<b>1,387</b>	<b>2,835</b>
<b>Net surplus attributable to the parent company</b>	<b>106,111</b>	<b>63,222</b>

Notes to the Consolidated Statements of Income for the three months ended June 30, 2025

1. The following is a breakdown of ordinary income and ordinary expenses for the three months ended June 30, 2025.

(Million Yen)

Ordinary income items		Ordinary expenses items	
Ordinary income items	2,139,482	Benefits and other payments	1,764,593
Premiums	1,705,334	Death and other claims	319,292
Reinsurance revenue	434,148	Annuity payments	271,544
		Health and other benefits	289,863
		Surrender benefits	391,657
		Other refunds	49,039
		Reinsurance premiums	391,620
		Others	51,575

MLC Limited, the Company's consolidated subsidiary, has applied the accounting standard "Insurance Contracts" issued by the Australian Accounting Standards Board. Based on the "Comprehensive Guidelines for Supervision of Insurance Companies" announced by the Financial Services Agency, insurance revenue recorded by MLC Limited is reclassified as a written amount and recorded in revenues from insurance and reinsurance.

2. Impairment losses are as follows:

- 1) Method for grouping the assets

Real estate for rental use and idle properties of the Company and certain consolidated subsidiaries are classified as one asset group per property. Assets utilized for insurance business operations are classified into a single asset group.

- 2) Recognition of impairment losses

When a significant decrease in profitability or fair value of a certain asset group is noted, the book value is reduced to the recoverable amount, recognizing an impairment loss under extraordinary losses.

- 3) Breakdown of asset groups for which impairment losses were recognized for the three months ended June 30, 2025, is as follows:

Purpose of use	Million Yen		
	Land	Buildings	Total
Idle properties	401	163	564
Total	401	163	564

4) Measurement of recoverable amount

The recoverable amount is based on either the value in use or net selling price of the asset.

In principle, the value in use is determined as the discounted future cash flows using a discount rate of 3.0%.

Net selling price is determined based on appraisals performed in accordance with the “Real Estate Appraisal Standards” or standard land prices.

3. The total amount of depreciation of real estate for rental use and other assets for the three months ended June 30, 2025, was ¥ 23,952 million. Amortization of goodwill for the three months ended June 30, 2025, was ¥ 3,917 million.
4. In accordance with paragraph 7 of the Practical Solution on the Accounting for and Disclosure of Current Taxes Related to the Global Minimum Tax Rules, etc. (ASBJ Practical Solution No. 46, March 22, 2024), the Company has not recorded any income taxes related to the global minimum tax rules for the relevant fiscal years, including the three months ended June 30, 2025.
5. TAIJU LIFE INSURANCE COMPANY LIMITED, Nippon Wealth Life Insurance Company Limited, and HANASAKU LIFE INSURANCE Co., Ltd., which are the Company’s consolidated subsidiaries, have concluded modified coinsurance agreements as follows:

1) TAIJU LIFE INSURANCE COMPANY LIMITED

It has concluded a modified coinsurance agreement covering foreign currency-denominated single payment endowment insurance (U.S. dollar/Australian dollar) and foreign currency-denominated single payment whole life insurance (U.S. dollar/Australian dollar).

a. Reinsurance revenue

Through this modified coinsurance agreement, insurance risk has been transferred, and items including additional policy reserves or reversals associated with market value adjustments upon interest rate fluctuations are recorded as reinsurance revenue and presented in revenues from insurance and reinsurance.

b. Reinsurance premiums

In cases where reinsurance revenue related to this modified coinsurance agreement is negative, the items are recorded as reinsurance premiums and presented as benefits and other payments.



## 2) Nippon Wealth Life Insurance Company Limited

### a. Reinsurance revenue

It is recorded according to the timing of recognition of benefits and other payments for covered insurance products and to the ceding ratio for those products based on the reinsurance agreement. In addition, the ceding commission and policy reserve components are recorded according to the covered period and ceding ratio stipulated by the reinsurance agreement.

### b. Reinsurance premiums

These are recorded according to factors such as the timing of recognition of premiums for covered insurance premiums and the ceding ratio for those products based on the reinsurance agreement.

## 3) HANASAKU LIFE INSURANCE Co., Ltd.

It has concluded modified coinsurance agreements covering whole life medical insurance and related insurance products.

### a. Reinsurance revenue

It is recorded according to the timing of recognition of benefits and other payments for the covered insurance policy and to the ceding ratio for such policy, based on the reinsurance agreement.

### b. Reinsurance premiums

These are recorded according to factors such as the timing of recognition of premiums received from the original insurance policy covered by the reinsurance agreement and to the ceding ratio for such policy, based on the reinsurance agreement.

Reinsurance revenue and reinsurance premiums include the following amounts:

4) Reinsurance revenue	¥ 434,148 million
(TAIJU LIFE INSURANCE COMPANY LIMITED)	
Reinsurance revenue related to modified coinsurance agreements	¥ 41,415 million
Adjustment to policy reserves for ceded reinsurance (excluding additional policy reserves (reversals) associated with market value adjustments and related items	¥ 24,542 million
Additional policy reserves (reversals) associated with market value adjustments and related items	¥ 578 million

(Nippon Wealth Life Insurance Company Limited)	
Reinsurance revenue related to modified coinsurance agreements	¥ 365,449 million
Ceding commission	¥ 585 million
Increase in the policy reserve component	¥ 334,413 million
Increase equivalent to additional provisions related to the standard policy reserve system	¥ 85,076 million
Increase in unamortized ceding commissions related to reinsurance agreements under Article 1, Paragraph 5 of the Ministry of Finance Public Notice No. 50 of 1996	¥ 79,374 million
(HANASAKU LIFE INSURANCE Co., Ltd.)	
Increase in unamortized ceding commissions related to reinsurance agreements under Article 1, Paragraph 5 of the Ministry of Finance Public Notice No. 50 of 1996	¥ 10,052 million
5) Reinsurance premiums	¥ 391,620 million
(Nippon Wealth Life Insurance Company Limited)	
Reinsurance premiums related to modified coinsurance agreements	¥ 281,369 million
(HANASAKU LIFE INSURANCE Co., Ltd.)	
Reinsurance premiums related to modified coinsurance agreements	¥ 4,446 million
Decrease in unamortized ceding commissions related to reinsurance agreements under Article 1, Paragraph 5 of the Ministry of Finance Public Notice No. 50 of 1996	

Through these reinsurance items, ordinary profit and surplus before income taxes increased by ¥ 90,128 million each.

[Consolidated Statements of Comprehensive Income]

(Million Yen)

	Three months ended June 30, 2025	Three months ended June 30, 2024
<b>Net surplus</b>	<b>107,498</b>	<b>66,058</b>
<b>Other comprehensive income:</b>	<b>375,324</b>	<b>(214,494)</b>
Net unrealized gains on available-for-sale securities	350,710	199,678
Deferred gains (losses) on derivatives under hedge accounting	49,490	(452,541)
Foreign currency translation adjustments	(23,914)	20,594
Remeasurement of defined benefit plans	(3,557)	(34)
Share of other comprehensive losses of affiliates accounted for under the equity method	2,594	17,808
<b>Comprehensive income:</b>	<b>482,823</b>	<b>(148,435)</b>
Comprehensive income attributable to the parent company	479,393	(149,899)
Comprehensive income attributable to noncontrolling interests	3,430	1,463

# (6) Consolidated Solvency Margin Ratio

(Million Yen)

	As of June 30, 2025	As of March 31, 2025
Solvency margin total amount (A):	18,513,671	18,126,738
Foundation funds ( <i>kikin</i> ) and other reserve funds:	5,144,764	5,098,597
Foundation funds and others	1,967,737	1,850,470
Reserve for price fluctuations	1,707,458	1,787,849
Contingency reserve	1,195,967	1,187,001
Extraordinary contingency reserve	—	—
General allowance for doubtful accounts	3,628	3,404
Others	269,972	269,871
Net unrealized gains on available-for-sale securities (before tax) and deferred losses on derivatives under hedge accounting (before tax) × 90% (100% if negative)	8,515,376	8,032,152
Net unrealized gains on real estate × 85% (100% if negative)	763,349	762,609
Total amount of unrecognized actuarial gains/losses and unrecognized prior service cost	87,682	92,657
Excess of continued Zillmerized reserve	4,085,780	4,089,993
Qualifying subordinated debt	2,779,296	2,640,141
Excess of continued Zillmerized reserve and qualifying subordinated debt not included in margin calculations	(2,084,915)	(1,839,125)
Deduction clause	(977,848)	(1,017,476)
Others	200,185	267,188
Total amount of risk (B): $\sqrt{(\sqrt{R_1^2 + R_5^2 + R_8 + R_9})^2 + (R_2 + R_3 + R_7)^2} + R_4 + R_6$	4,280,834	4,080,229
Underwriting risk ( $R_1$ )	179,340	183,013
General underwriting risk ( $R_5$ )	—	—
Huge disaster risk ( $R_6$ )	—	—
Underwriting risk of third-sector insurance ( $R_8$ )	104,201	104,154
Underwriting risk related to small amount and short-term insurance providers ( $R_9$ )	8	8
Anticipated yield risk ( $R_2$ )	272,104	268,066
Minimum guarantee risk ( $R_7$ )	8,001	8,010
Investment risk ( $R_3$ )	3,901,816	3,708,383
Business management risk ( $R_4$ )	89,309	85,432
Solvency margin ratio $\frac{(A)}{(1/2) \times (B)} \times 100$	864.9%	888.5%

- Notes: 1. The amounts and figures as of March 31, 2025 in the table above are calculated based on the provisions of Article 86-2 and Article 88 of the Ordinance for Enforcement of the Insurance Business Act and the Financial Services Agency Public Notice No. 23 of 2011.  
For amounts and figures as of June 30, 2025, calculations are made in accordance with these regulations, using a method the Company deems reasonable.
2. The standard method is used for the calculation of minimum guarantee risk.
3. For the fiscal year 2025, the new accounting standard is applicable to certain overseas affiliates accounted for under the equity method, which has been applied retroactively to the comparatives as of March 31, 2025.

(7) Segment Information

For the three months ended June 30, 2025, the Company and its consolidated subsidiaries engaged in insurance business and insurance-related businesses (including asset management-related business and general administration-related business) in Japan and overseas. Segment information and its related information are omitted because there are no other significant segments to be reported.