

SAIKYOSAIREN

Japan Reinsurance Federation of Consumers' Cooperatives

REPORT ON
2014 YEAR RESULTS

FACT
BOOK
2015

One for All, All for One



President's Statement



Firstly, I would like to express my sincere gratitude for continued support and cooperation to the business operations of Saikyosairen.

It had past 10 years as of last year since Saikyosairen transferred its Automobile insurance business to Zenrosai in October 2004 and reorganized as the entity specializing in reinsurance business.

In the meantime, we have enjoyed 6 new members from Workers Cooperatives by Occupation other than Workers and Consumers Insurance Cooperatives, Regional Cooperatives as well as cooperatives based on the law other than Consumer Cooperative Law. We believe that we took a great step forward in achieving our aim set at the initial stage of the reorganization, to be a Reinsurance Center which provides a safety net for cooperative insurance societies as a whole.

FY 2014 was the fourth year of our five-year Mid-term Management Plan aiming for further development as a Reinsurance Center, where we tackled “Growth in Membership and Assumed Reinsurance Volumes” as a top priority issue across the entire organization and obtained a new member in January 2015. We also reinforced efforts to support our members by organizing workshops and seminars in relation to Kyosai and insurance business, providing services for catastrophe risk analysis and securing stable and efficient reinsurance in order to contribute to business stability and the development of our members.

Looking at the environment surrounding Saikyosairen, after the Great East Japan Earthquake, natural disasters such as earthquake, volcanic eruption, typhoon and heavy rain continue to occur across the country. Amid concerns over pandemic disease such as MARS etc., the risks which surround our lives are increasing, where Saikyosairen strongly feel the needs of its ever-greater role to play.

Under these circumstances, as FY2015 marks the final year of the “Mid-term Management Plan,” we adhere to implement the goals that we set. We will continue to work to prove worthy of our members' expectation and trust, in addition to maintaining our role as a support to many cooperative insurance societies and their primary members.

We are pleased to announce herein the publication of our disclosure paper “Fact Book 2015” to demonstrate our business overview and main activities of FY 2014. We appreciate your study and humbly ask for your better understanding about Saikyosairen.

August, 2015

A handwritten signature in black ink that reads "Tomoyasu Kato". The signature is written in a cursive, flowing style.

Tomoyasu Kato
President of Saikyosairen



Mission Statement

~ One for All, All for One ~

Based on the basic principle of mutual cooperatives and its spirit in supporting each other, we strive to be a valuable resource to our fellow members as well as to each and every one of their policyholders.

Guiding Principles

- Through providing reinsurance, we back up the cooperative societies and meet the social demands.
- We manage our operation on long term view to realize business growth with stability.
- We nurture our human resources to utilize our full potential.

FACT BOOK 2015

Table of Contents

I	2014 Business Summary	02
II	FY2014 at Saikyosairen	05
III	About Us	06
IV	History of Saikyosairen	10
V	What We Offer	11
VI	Risk Management & Compliance	13
VII	Support for Member Cooperatives and Disclosure	14
VIII	Social Responsibilities	15
	Financial Data	16
	1. Highlights of Operating Results	16
	2. Reinsurance Sector	17
	3. Financial Statements	18

2014 Business Summary

I

1 Overview

Overall, the total number of policies has decreased by 9 thousand (0.04%) to 24,815 thousand. Whilst Comprehensive reinsurance has increased due to integration of business between members, the number of Fire and Traffic Accident reinsurance has decreased. The number of units has decreased by 2.9% to 1,525,330 thousand units.

	Fire	Natural Perils	Comprehensive	Traffic Accident	Life	Automobile	CALI	Consolidated Total
Number of Policies (Unit:10,000)	499.2	223.3	818.5	316.6	603.1	2.0	18.4	2,481.5
Variance from FY2013	-34.4	3.2	50.3	-16.9	-4.0	0.6	0.2	-0.9
Growth (%)	-6.5%	1.5%	6.6%	-5.1%	-0.7%	49.9%	1.3%	-0.04%
Number of Units (Unit:10,000)	94,586	46,983	2,751	7,419	772	2	18	152,533
Variance from FY2013	-5,142	767	120	-212	-18	0.6	0.2	-4,484
Growth (%)	-5.2%	1.7%	4.6%	-2.8%	-2.3%	49.9%	1.3%	-2.9%

2 Profit and Loss Performance

■ Reinsurance Premium

Net reinsurance premium (net of reinsurance cessions) has decreased by JPY 130 million (1.4%) to JPY 9.37 billion due to a decrease in Fire and Natural Perils reinsurance from the integration of business between members and revision of premium structures.

■ Reinsurance Claims

Net reinsurance claims (including outstanding loss reserves), after adding reinsurance recoveries, increased by JPY 505 million (8.3%) to JPY 6.59 billion, due to an increase in Fire and Natural Perils reinsurance from the impact of losses such as the snow damage of previous year, etc.

Reinsurance Business Performance

(Unit: JPY millions)

	Fire	Natural Perils	Comprehensive	Traffic Accident	Life	Automobile	Reinsurance Total	CALI	Consolidated Total
Net Reinsurance Premium	3,520	2,640	287	858	427	33	7,768	1,609	9,377
Variance from FY2013	-106	-74	-1	-26	37	2	-168	35	-132
Growth (%)	-2.9%	-2.8%	-0.4%	-3.0%	9.7%	9.8%	-2.1%	2.3%	-1.4%
Net Reinsurance Claims	2,686	859	267	913	326	-26	5,027	1,563	6,590
Variance from FY2013	301	260	-61	7	3	-17	493	11	505
Growth (%)	12.6%	43.6%	-18.8%	0.8%	1.1%	195.4%	10.9%	0.7%	8.3%
Operating Surplus	953	245	-7	-55	69	38	1,244	—	1,244
Growth(Amounts)	-183	-15	-5	-34	27	-28	-239	—	-239

(NB)

1. Net Reinsurance Premium = Reinsurance Premium - Ceded Reinsurance Premium (Paid) etc. + Ceded Reinsurance Premium (Received)

2. Net Reinsurance Claims = Reinsurance Claims - Ceded Reinsurance Claims(Recovered) + Provision of O/S Loss Reserves - Reversal of O/S Loss Reserves + Ceded Reinsurance Claims(Paid)

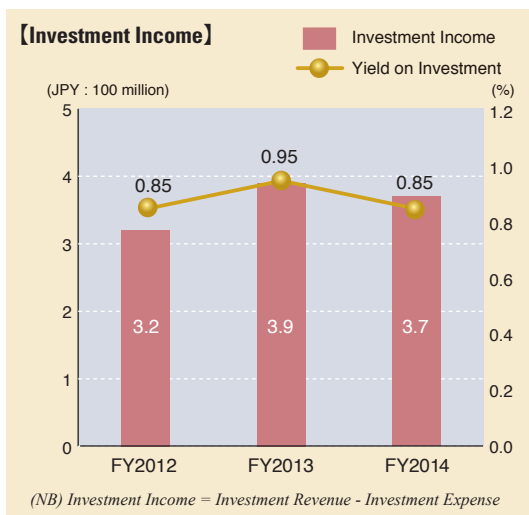
3. Operating Surplus = Net Reinsurance Premium - Net Reinsurance Claims + Investment Income - Investment Expenses - Operating Expenses ± Liability Reserves(Provision and Reversal)

■ Investment Income

By focusing on the liquidity and safety of interest payments, investments were mainly made into deposits and bonds to earn income interest.

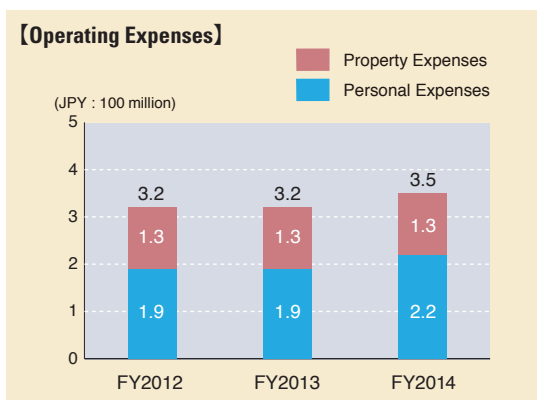
◆ Assets under management at the end of fiscal year 2014 stands at JPY 48.56 billion yen (up by JPY 2.72 billion from the last year) which consists of JPY 24.31 billion in cash and JPY 24.24 billion in marketable securities.

◆ Investment profit: lower interest rates and decreases in interest income from liquidation of foreign bonds, amounted to JPY 378 million, a decrease of JPY 16 million (4.1%). The ratio of return on the investment decreased to 0.85% (0.95% in the last year).



■ Operating Expenses

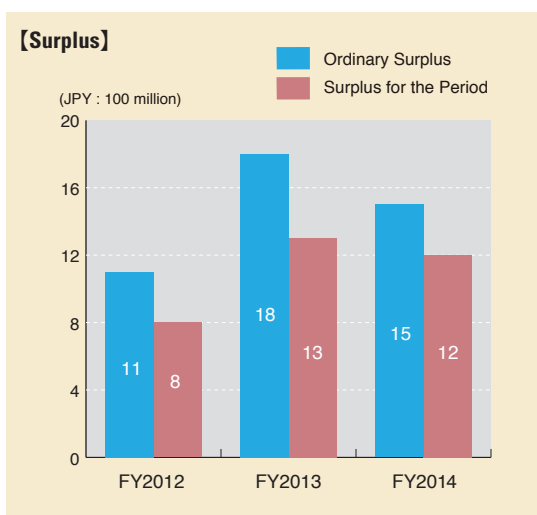
Personal expenses increased by JPY 32 million due to an increase in the retirement benefit expense. Property expenses reduced by JPY 4 million. Overall, operating expenses were JPY 357 million with an increase of JPY 28 million (8.6%).



■ Surplus

◆ Ordinary surplus has decreased by JPY 237 million (13.1%) to JPY 1.56 billion compared to the last year, resulting from the premium decrease from integration of business between members and increase in reinsurance claims from the snow loss.

◆ Net surplus for the period after adjusting ordinary surplus, extraordinary loss, corporate and other taxes and surplus has decreased by JPY 108 million (8.2%) to JPY 1.22 billion. Unappropriated surplus for the period amounted to JPY 1.29 billion.



3 Financial Overview

■ Total Assets

Total assets increased by JPY 3.25 billion (6.1%) to JPY 56.4 billion from the end of previous fiscal year. This consists of JPY 48.56 billion of investment income and JPY 4.96 billion of deferred tax asset.

■ Liabilities and Net Assets

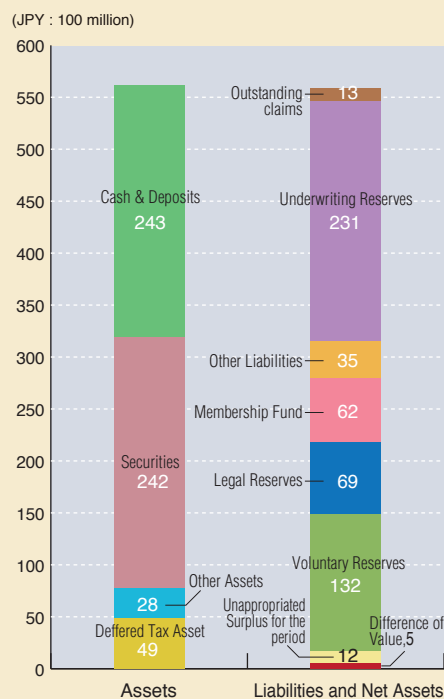
◆ Liabilities stand at JPY 28.12 billion (up by JPY 2.04 billion from previous fiscal year) which includes JPY 24.53 billion of policy reserves (up by JPY 1.13 billion) and JPY 1.4 billion of other insurance business liabilities (up by JPY 329 million).

◆ Net assets stand at JPY 28.28 billion (up by JPY 1.21 billion or 4.5% from previous fiscal year) which includes JPY 6.25 billion of membership fund (up by JPY 354 million), JPY 21.46 billion of surplus of legal reserves and voluntary reserves (up by JPY 795 million) and JPY 561 million of difference of value.

■ Equity Capital

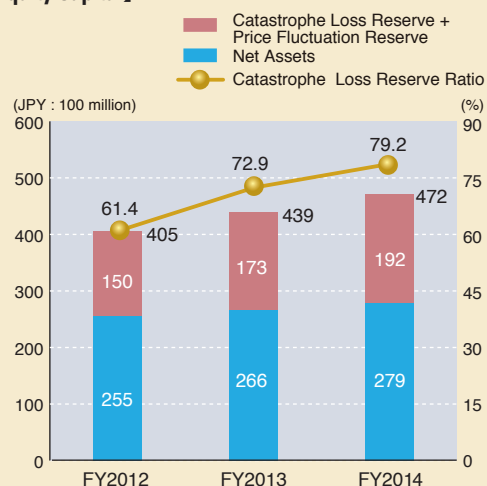
Adjusted capital, including catastrophe reserves, has increased by JPY 3.24 billion to JPY 47.2 billion from the end of last year. The adjusted capital ratio stands at 83.7%.

【Assets, Liabilities and Net Assets】



(NB) Cash & Deposits includes money due (negotiable deposit)

【Equity Capital】



(NB) 1. The amount of Rebate of sales deducted from Net Assets
 2. Catastrophe Loss Reserve Ratio = The balance of Catastrophe Loss Reserve ÷ Net Reinsurance Premium (excluding Natural Perils and CALI)

As fiscal year 2014 marks the fourth year of our Mid-term Management Plan (FY2011 – 2015), we have continued to put our focus on achieving “Growth in Membership and Assumed Reinsurance Volumes.”

1 Growth in Membership and Assumed Reinsurance Volumes

By implementing our members’ needs for business stability and development into our reinsurance business proposal, we have gained a new membership, Tobacco Hanbai Seikyo. In addition, based on addressing members’ challenges and providing sound solutions to our members, we have succeeded in expanding our reinsurance coverages for three members.

2 Improving our Support Services

As part of our services, we have provided our members with analysis for calculating major CAT risks based on the solvency margin ratio, assistance in relation to product renewal, and consultation for accounting processes.

Furthermore, we have held Brush-Up Seminar(a training seminar to improve business skills), Kyosai workshop(a training session on business operations designed by trainees’ past experiences) and Kyosaikadai Workshop(discussions on timely issues surrounding the cooperative society). We also provided instructors at workshops organized by our members.

3 Reinforcing Operational Foundations

We keep improving our business by conducting routine audits, along with facilitating the arrangement of adequate funds, to ensure appropriateness and adequacy of our business operations.

4 International Conferences

In order to exchange information and establish relationships with reinsurers, Saikyosairen joined the Monte Carlo Rendez-Vous and the Baden Baden conferences.

- (1) Monte Carlo Reinsurance Rendezvous – Monaco (September)
- (2) Baden Baden Reinsurance Meeting – Germany (October)



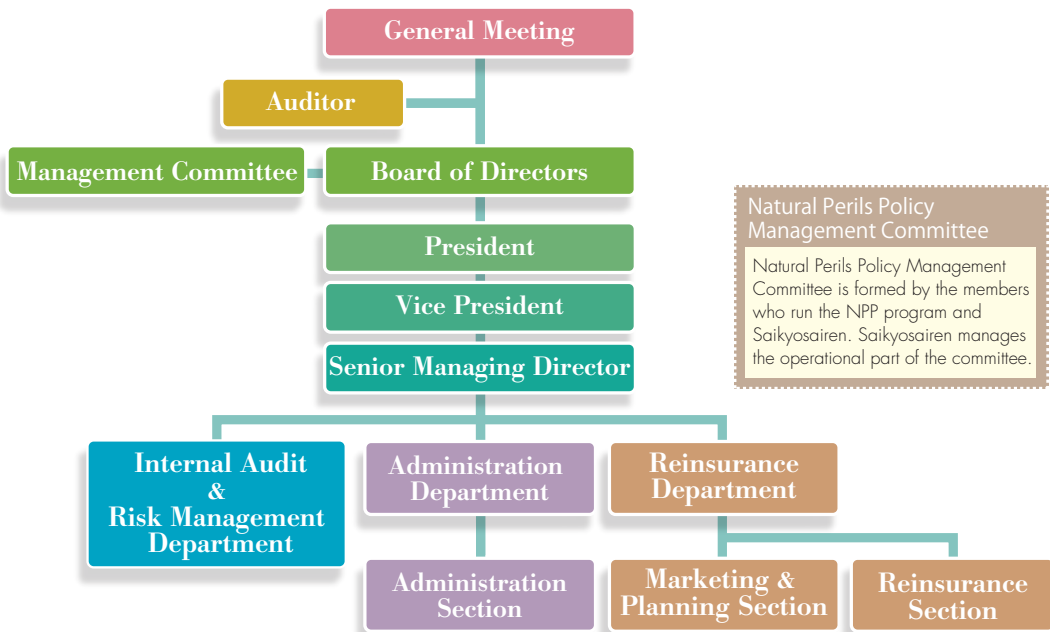
1 About Saikyosairen

Saikyosairen is the only consumer cooperative that specializes in reinsurance business for cooperatives. Through Fire, Natural Perils, Life, Traffic Accident and Automobile reinsurance business, we make a contribution to the “stabilization of the management of member cooperatives and sound development of their business operations.” At the same time, we also make a great effort to fulfill our functions “to reinforce the collaboration between those members and other cooperatives” and “to support the business thereof.”

(1) Outline

- Name : Japan Reinsurance Federation of Consumers’ Cooperatives (Saikyosairen)
- Established : 13th January 1975
- President : Tomoyasu Kato
- Regulated Law : The Consumers’ Livelihood Cooperative Society Law
- Authority : The Ministry of Health, Labour and Welfare
- Number of Members: 63 (as of 31st March, 2015)
- Member Profile : Workers Cooperatives by Prefecture (49), Workers Cooperatives by Occupation (10), Cooperative Federations (2), Small & Medium-sized Business Cooperatives (2)
- Membership Fund : JPY 6.25 billion (as of 31st March, 2015)
- Number of Staff : 17 (as of 31st March, 2015)
- Business Conducted : Reinsurance (Reinsurance specialized for Cooperatives)

(2) Organization Chart



Tomoyasu Kato
President



Ryugo Tabata
Senior Managing Director

(3) Members

Total 63 members (as of 31st March, 2015)

[Workers Cooperatives based on Prefecture]

- Federation of Prefectural and Workers Cooperatives: 47 members

[Nationwide Workers Cooperatives based on Occupation : 8 members]

- *SHINRIN ROHREN KYOSAI* (Japan All Forest Relating Industry Workers' Insurance Cooperative Society)
- *JICHIRO KYOSAI* (All Japan Prefectural and Municipal Workers' Cooperative Society)
- *ZENSUIDO KYOSAI* (All Japan Water Supply Mutual Aid Cooperative Society)
- *ZENTOBACCO SEIKYO* (All Japan Tobacco Workers' Cooperative Society)
- *KYOUSYOKUIN KYOSAI* (Teachers Mutual Aid Cooperative Society)
- *ZENKOKU KOUN KYOSAI SEIKYO* (National Traffic Industry Workers' Mutual Aid Cooperative Society)
- *DENTSU KYOSAI SEIKYO* (Telecommunications, Electronic Information and Allied Workers' Insurance Cooperative)
- *JP KYOSAI SEIKYO* (Mutual Aid Cooperative for Postal Workers)

[Cooperatives based on Occupation : 2 members]

- *TOBACCO HANBAI SEIKYO* (The National Co-operation Society of Tobacco Retailers)
- *BOUEISYOU SEIKYO* (Consumer Cooperative of Ministry of Defense)

[Cooperative Federation : 2 members]

- *ZENROSAI* (National Federation of Workers and Consumers Insurance Cooperatives)
- *CO-OP KYOSAI REN* (Japan CO-OP Insurance Consumers' Cooperative Federation)

[Citizen's Cooperatives : 2 members]

- *KYOTO SHIMIN KYOSAI* (Kyoto Citizens' Cooperative Society)
- *KOBE SHIMIN SEIKYO* (Kobe Citizens' Cooperative Society)

[Small & Medium-sized Business Cooperatives : 2 members]

- *ZENBEIHAN* (Japan Rice Millers' and Distributors' Cooperative)
- *NIKKAREN* (National Federation of Fire Insurance Co-operatives for Small Business)

2 Outline of Zenrosai Group

The Zenrosai Group consists of three core organizations.

ZENROSAI

(National Federation of Workers and Consumers Insurance Cooperatives)

<Established on 29th September, 1957>

Zenrosai is a national federation established under The Consumers' Livelihood Co-operative Society Law, in operation of Kyosai business. It consists of 47 prefecture-based cooperatives, 8 occupation-based cooperatives and 3 cooperative federations.

SAIKYOSAIREN

(Japan Reinsurance Federation of Consumers' Cooperatives)

<Established on 13th January, 1975>

As the only entity to arrange 'Sai-Kyosai' (reinsurance specialized for cooperatives), Saikyosairen supports original members by providing 'Sai-Kyosai' to assist securing the stability and development of their business operations as well as reinforcing the connection between each cooperative through its provision of 'Sai-Kyosai.'

ZENROSAI KYOKAI

(National Association for Workers' Welfare and Cooperative Insurance)

Zenrosai Kyokai provides mutual aid services through the research and study of the life and welfare of workers. Services include municipality-associated Keicho insurance, fire and auto for corporative bodies, as well as provision of fire and auto insurance as insurance agency.

3 Associated Organizations

Saikyosairen is in league with the following organizations for the purpose of developing insurance business for cooperatives and activities among cooperatives and workers' welfare.

The Japan Cooperative Insurance Association (JCIA)

JCIA promotes the sound development of the cooperative insurance business by contributing to stabilizing the lives and improving welfare of people engaged in the agriculture, forestry and fisheries industries through providing information, publicity and consultation activities in respect of cooperative insurance business to the members.

International Cooperative and Mutual Insurance Federation (ICMIF)

ICMIF is a global trade association representing cooperative and mutual insurers. It conducts various research and studies for the members. Saikyosairen joined ICMIF in September 2006 in order to further strengthen our relationship with cooperatives and mutual insurers around the world.

National Council of Workers Welfare (Chuo Rofukukyo)

National Council of Workers Welfare is a central organization of welfare. It comprises of prefectural labor organizations, workers' welfare organizations, national federations of consumer cooperatives and Workers Welfare organizations.

History of Saikyosairen

IV

History of Saikyosairen and Natural Perils Policy

Since 1975 when Saikyosairen was found as “Tansan Kyosai Rengokai,” it has gone through the organizational changes described as below. Saikyosairen now assumes a role of the current organization as the “Reinsurance Center.”

1975	“Tansan Kyosai Rengokai” (Precedent organization of Saikyosairen) was formed to operate auto insurance business.
1980	Reestablished as “Jidosha Kyosairen,” due to business expansion and unification with Rosairoren (Now known as Zenrosai)
1987	Reorganization as a “Zenrosai Saikyosairen” Started to write reinsurance business for Automobile, Motorized Bicycle, Fire, Comprehensive (Keicho), Traffic Accident and Life insurance in December 1987. Ceased to accept the insurance business for Automobile and Motorized Bicycle and transferred it to Zenrosai and each industrial cooperative member. Started to provide claims services and data processing for automobile insurance as a commissioned business.
2000	Natural Perils Policy Launch Started to write Natural Perils reinsurance business and placed the reinsurance for the group in the international reinsurance market.
2004	Consolidation of Automobile Insurance Business into Zenrosai and Founding of Specialized Organization for Reinsurance Consolidated automobile insurance business of Workers Kyosai Group into Zenrosai in 1st October 2004 and became the only Japanese organization that specialized in reinsurance business for cooperatives. Through reinsurance business, Saikyosairen makes a contribution to the “stabilization of the management of member cooperatives and sound development of their business operations.” Saikyosairen also makes an effort to fulfill the role of “strengthening the collaboration between those members and other cooperatives” and “supporting the business.”
2006	Rebranding to “Saikyosairen” Renamed as “Japan Reinsurance Federation of Consumers’ Cooperatives” (abbr. Saikyosairen). Officially made a fresh start as “Reinsurance Center” for the entire Kyosai organizations. Became a member of ICMIF.

1 Reinsurance Sector

(1) Types of Reinsurance(Sai-Kyosai) and Service

Saikyosairen offers the following seven types of reinsurance under license from the Ministry of Health, Labour and Welfare.

Type of Reinsurance	Type of Service
Fire	Quota Share, Surplus, Excess of Loss
Natural Perils	Quota Share, Excess of Loss
Comprehensive (Mutual Aid Benefit)	Quota Share, Surplus, Excess of Loss
Life	Quota Share, Surplus, Excess of Loss
Traffic Accident	Quota Share, Surplus, Excess of Loss
Automobile	Quota Share, Excess of Loss
Compulsory Automobile Liability Insurance	Assume reinsurance of CALI within the Zenrosai group. Provide an administrative service for mutual pooling and report to the government in accordance with the Automobile Liability Security Act.

(2) What is Sai-Kyosai?

- ◆ Reinsurance provision for cooperatives (agreement between Saikyosairen and members)
- ◆ The purpose is to secure members' business stability through risk diversification

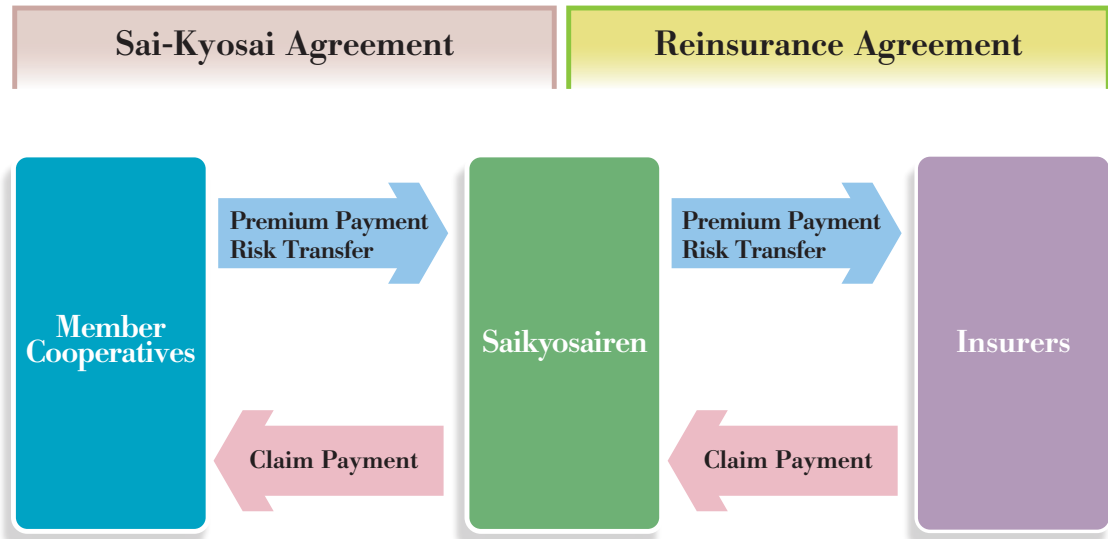
Sai-Kyosai is a method available to cooperatives who run insurance business, to transfer all or part of their risks. In essence it functions as insurance coverage for cooperatives. In order for insurance cooperatives to offer long and stable coverage to their policyholders, the large potential losses must be accounted for, especially those of earthquake and windstorms.

Sai-Kyosai enables cooperatives to reduce risk retention, thus stabilizing its business and to provide variety of coverage for ever-diverse needs of their policyholders.

2 Ceding to Global Reinsurance Market

In order to maintain its sound business operation, Saikyosairen utilizes global reinsurance markets to divert part of the assumed risks internationally. Specifically we recognize securing the way to transfer earthquake and windstorm aggregated risks as our mission of importance. Therefore, we work with reinsurers to ensure the reinsurance provisions with long-term and stability based view, while we promote the values and principles of Japanese cooperatives to the reinsurers.

As its results, during Tohoku Earthquake, with speedy recovery on reinsurance claims from partner reinsurers, we were able to provide reinsurance claims to our members smoothly.



1 Risk Management Structure

Saikyosairen identifies various risks surrounding organization management and business operations to execute appropriate risk management according to the characteristics of each risk.

We strive to strengthen our risk management to secure sound and adequate business operations as the top priority of our management.

Based on the Risk Management Policy formed by the Board of Directors per risk, each respective department establishes their own risk management regulations and procedures to implement on risk management. The Internal Audit and Risk Management Department sets a controlling office of risk management in order to implement a comprehensive and inter-department management.

2 Compliance Structure

In recognition of Saikyosairen's public mission and social responsibility, we value our day-to-day work in compliance with laws and regulations to gain respect and trust among members through our fair and sound business operations.

In this respect, through ethical and legal compliance, as well as devotion of the utmost effort to serve members as a general rule, we have established 'Directors & Employees Code of Conduct' to encourage honesty and responsibility. That is then conveyed among our employees.

Moreover, we have established a Compliance Committee to promote compliance, train employees and take measures for the breaches of the rules. The committee also designs a compliance manual to thoroughly ensure the understanding of our employees.

3 External / Internal Audit Structure

We have appointed four auditors, including one full-time and three part-time auditors to verify the appropriateness of business operations, execution of business and accounting. This is done in cooperation with an independent auditor.

Internal Audit conducted by the Audit and Risk Management Department proposes suggestions and improvements by verifying and assessing the appropriateness of its implementation status on respective departments.

1 Promotional Efforts for Cooperatives

In order to contribute towards the business operations of our members, Saikyosairen is proactively involved in providing “Business Support on Cooperative Management” and “Seminar Assistance for Development of Fellow Cooperative Staff.”

In 2014, we have delivered lectures based on themes such as “System and Concept behind Modelling” and “ICMIF’s Initiatives and Global View on Cooperative and Mutual Insurance.”

Furthermore, as a Reinsurance Center, we develop networking opportunities amongst cooperatives by offering information and networking activities, in relation to insurance & reinsurance. This is not only targeted to our members, but also to other interested cooperatives.



2 Disclosed Information

Saikyosairen discloses the following information on business operation, management as well as financial performance, abiding to the regulation requirements.

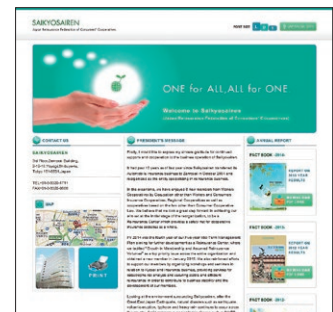
Fact Book
Annual publications available in Japanese and English



Sairen-Dayori
Newsletter published 4 times a year



Website
www.saikyosairen.or.jp



1 Regeneration Activity for the Natural Environment

「Mount Fuji Reforestation Project」

On May 30th, 2015, eleven staff members from Saikyosairen have participated as replanting volunteers in “Mount Fuji Reforestation Project,” hosted by associated organizations. This year working in teams of two, we planted saplings in the damaged areas and placed protection nets around them in order to reduce damage from deer. Being blessed by good weather that day, we were able to work efficiently. Overall 176 volunteers from associated corporations, organizations and embassies have participated and 630 saplings were planted altogether.

2 Eco-Friendly Activities at Saikyosairen

At Saikyosairen, all staff members are involved in eco-friendly activities, such as the reduction of electricity usage and paper consumption, as well as purchasing ecologically conscious office products, prompted by the Act on Promoting Green Purchasing.



Financial Data

1. Highlights of Operating Results

(Unit : JPY 100 million)

	FY2010	FY2011	FY2012	FY2013	FY2014
Ordinary Income	119.4	141.9	107.2	99.0	98.7
Ordinary Surplus	15.7	2.8	11.8	18.0	15.6
Net Surplus for the Period	10.9	-3.4	8.7	13.3	12.2
Membership Fund	55.4	56.2	56.4	58.9	62.5
Net Assets	251.6	247.5	258.0	270.6	282.8
Total Liabilities and Net Assets	491.9	486.2	502.6	531.5	564.0
Liability Reserves	149.9	175.5	202.2	219.1	231.6
Reinsurance Premium Written	155.9	187.5	215.7	216.3	201.6
Net Reinsurance Premium	96.8	96.8	103.8	95.1	93.7
Investment Income	3.6	3.1	3.2	3.9	3.7
Operating Expenses	3.9	3.7	3.2	3.2	3.5
Number of Policies (unit: 10,000)	2,549.5	2,584.3	2,577.9	2,482.4	2,481.5
Number of Units (unit: 100,000,000)	14.1	15.1	15.4	15.7	15.2
Amounts Reinsured (unit: JPY trillion)	121.3	120.2	120.7	22.5	22.7
Number of Staff	20	18	19	18	17

(NB) Number of Staff (Based on the effective workforce available at Saikyosairen including temporary staff)

Fiscal Year ends on March 31st of the following year.

i.e. FY2015 commences on April 1st, 2015 and ends on March 31st, 2016.

All fiscal years referred hereon after reflect the time period defined above.

2. Reinsurance Sector

(1) Overview

① Number of Policies

(per policy)

Line of Business	FY 2013			FY 2014		
		Net Growth	Growth		Net Growth	Growth
Fire	5,337,361	152,087	2.9%	4,992,860	-344,501	-6.5%
Natural Perils	2,201,235	-75,656	-3.3%	2,233,426	32,191	1.5%
Comprehensive	7,682,538	-743,919	-8.8%	8,185,753	503,215	6.6%
Traffic Accident	3,336,079	-110,187	-3.2%	3,166,638	-169,441	-5.1%
Life	6,071,893	129,086	2.2%	6,031,484	-40,409	-0.7%
Automobile	13,936	-304,958	-95.6%	20,891	6,955	49.9%
CALI	181,652	-1,184	-0.6%	184,078	2,426	1.3%
Total	24,824,694	-954,731	-3.7%	24,815,130	-9,564	0.0%

②Units

(per unit)

Line of Business	FY 2013			FY 2014		
		Net Growth	Growth		Net Growth	Growth
Fire	997,286,587	16,223,761	1.7%	945,862,568	-51,424,019	-5.2%
Natural Perils	462,163,320	14,920,793	3.3%	469,837,052	7,673,732	1.7%
Comprehensive	26,305,392	-675,777	-2.5%	27,510,572	1,205,180	4.6%
Traffic Accident	76,325,279	-2,457,420	-3.1%	74,198,355	-2,126,924	-2.8%
Life	7,905,519	1,932,443	32.4%	7,722,256	-183,263	-2.3%
Automobile	13,936	-304,958	-95.6%	20,891	6,955	49.9%
CALI	181,652	-1,184	-0.6%	184,078	2,426	1.3%
Total	1,570,181,685	29,637,658	1.9%	1,525,335,772	-44,845,913	-2.9%

(2) Reinsurance Premium

(Unit : JPY thousand)

Line of Business	Net Reinsurance Premium		
	FY 2013	FY 2014	Growth
Fire	3,627,530	3,520,698	-2.9%
Natural Perils	2,715,625	2,640,909	-2.8%
Comprehensive	288,742	287,474	-0.4%
Traffic Accident	884,829	858,186	-3.0%
Life	389,473	427,259	9.7%
Automobile	30,553	33,545	9.8%
CALI	1,573,633	1,609,516	2.3%
Total	9,510,389	9,377,588	-1.4%

(NB) Net Reinsurance Premium = Reinsurance Premium Written - Ceded Reinsurance Premium, etc. + Assumed Reinsurance Premium

(3) Reinsurance Claims

(Unit : JPY thousand)

Line of Business	Net Reinsurance Claims		
	FY 2013	FY 2014	Growth
Fire	2,385,265	2,686,658	12.6%
Natural Perils	598,308	859,231	43.6%
Comprehensive	329,081	267,099	-18.8%
Traffic Accident	906,338	913,721	0.8%
Life	323,425	326,846	1.1%
Automobile	-8,829	-26,084	195.4%
CALI	1,552,017	1,563,246	0.7%
Total	6,085,607	6,590,719	8.3%

(NB) Net Reinsurance Claims = Reinsurance Claims - Ceded Reinsurance Claims(Recovered) + Provision of O/S Loss Reserves - Reversal of O/S Loss Reserves + Ceded Reinsurance Claims(Paid)

3. Financial Statements

(1) Balance Sheet

(Unit : JPY thousand)

	FY 2013	FY 2014	Differences	Growth (%)
I. Assets				
1.Cash and deposits	8,612,956	13,819,933	5,206,977	60.5
2.Money-in-trust	—	—	—	—
3.Money due	8,000,000	10,500,000	2,500,000	31.3
4.Securities	29,227,840	24,244,100	-4,983,740	-17.1
5.Loans	—	—	—	—
6.Reinsurance accounts receivables	519,670	452,031	-67,638	-13.0
7.Other business assets	2,413,517	2,253,344	-160,172	-6.6
8.Advance payment provisions	2,192	1,271	-921	-42.0
9.Uncollected profits	39,828	45,036	5,208	13.1
10.Other assets	36,779	35,755	-1,024	-2.8
11.Fixed assets for business operation	3,151	2,814	-336	-10.7
12.Fund	88,026	88,026	—	—
13.Deferred tax asset	4,210,577	4,967,657	757,079	18.0
14.Allowance for bad debts	—	—	—	—
Total Assets	53,154,542	56,409,973	3,255,431	6.1

(Unit : JPY thousand)

	FY 2013	FY 2014	Differences	Growth (%)
II. Liabilities	26,087,217	28,128,466	2,041,249	7.8
1.Policy reserves	23,392,877	24,530,470	1,137,593	4.9
2.Reinsurance accounts payables	1,078,289	1,407,397	329,107	30.5
3.Other insurance business liabilities	1,144,159	887,905	-256,253	-22.4
4.Expenses payables	6,807	5,173	-1,633	-24.0
5.Other liabilities	277,123	1,092,744	815,621	294.3
6.Allowance	99,268	100,463	1,195	1.2
7.Price fluctuation reserves	88,693	104,311	15,618	17.6
III. Net Assets	27,067,324	28,281,506	1,214,181	4.5
1.Members capital	26,569,609	27,719,558	1,149,948	4.3
(1)Membership fund	5,896,140	6,250,310	354,170	6.0
(2)Surplus	20,673,469	21,469,248	795,778	3.8
① Legal reserves	6,646,016	6,912,716	266,700	4.0
② Voluntary reserves	12,664,000	13,265,000	601,000	4.7
③ Unappropriated surplus for the period	1,363,453	1,291,531	-71,921	-5.3
(Surplus for the period)	1,333,259	1,224,386	-108,872	-8.2
2.Difference of value and etc.	497,714	561,948	64,233	12.9
Total Liabilities and Net Assets	53,154,542	56,409,973	3,255,431	6.1

(2) Profit and Loss Account

(Unit : JPY thousand)

	FY 2013	FY 2014	Differences	Growth (%)
Ordinary Income	9,908,452	9,871,778	-36,674	-0.4
1. Premium and other income	9,510,389	9,377,588	-132,800	-1.4
2. Transfer from policy reserves	—	108,944	108,944	—
3. Investment income	395,536	378,788	-16,747	-4.2
4. Other ordinary income	2,526	6,455	3,929	155.5
Ordinary Expenses	8,103,701	8,304,087	200,386	2.5
1. Claims paid and other payments	6,070,265	6,699,664	629,398	10.4
2. Transfer to policy reserves	1,703,358	1,246,537	-456,820	-26.8
3. Investment expenses	567	171	-395	-69.7
4. Operating expenses	329,509	357,713	28,203	8.6
5. Other ordinary expenses	—	—	—	—
Ordinary surplus	1,804,751	1,567,690	-237,060	-13.1
Extraordinary income	—	—	—	—
Extraordinary loss	16,905	15,618	-1,287	-7.6
Surplus before taxes	1,787,846	1,552,072	-235,773	-13.2
Corporate and other taxes	294,777	1,110,125	815,347	276.6
Adjustment of corporate and other taxes	159,808	-782,439	-942,248	-589.6
Net Surplus for the period	1,333,259	1,224,386	-108,872	-8.2
Retained Earnings from prior period	30,193	67,144	36,950	122.4
Payments from voluntary reserves	—	—	—	—
Unappropriated surplus for the period	1,363,453	1,291,531	-71,921	-5.3



SAIKYOSAIREN

Japan Reinsurance Federation of Consumers' Cooperatives

Address : 3rd Floor, Zenrosai Building, 2-12-10, Yoyogi, Shibuya-ku, Tokyo 151-8531, JAPAN

Website : <http://www.saikyosairen.or.jp>