

[Translation]

SUMMARY OF ANNUAL SETTLEMENT OF ACCOUNTS
FOR THE TERM ENDING MARCH 31, 2001

May 18, 2001

Name of Listed Company: Mitsui Marine and Fire Insurance Company, Limited (the "Company")

Securities Code No.: 8752

Stock Exchange(s) Where the Company's Shares are Listed (Section):

The Company's shares are listed on the Tokyo Stock Exchange, the Osaka Securities Exchange, the Nagoya Securities Exchange, the Sapporo Securities Exchange and Paris Stock Exchange.

Any inquiry relating hereto:

(Name and position of the person in charge)

Mr. Hiroyuki Takahashi, Manager of Accounts and Tax Group, Accounting Department

Telephone Number: (03)-3259-3111

Direction of Resolution of the Board of Directors

to approve Annual General Settlement of Accounts: May 18, 2001

Date of Ordinary General Meeting of Shareholders: June 28, 2001

1. Business Results for the term ended March, 2001 (from April 1, 2000 to March 31, 2001)

(1) Results of Operations*

*The amount and the number of shares which respectively represent less than the relevant unit are discarded, and the ratios are rounded to the nearest one-tenth, with five one-hundredths or more considered to be a full tenth. "-" indicates a loss or negative figure. The same applies hereunder.

(Million Yen, %)

	Net Premiums Written	Ordinary Profit	Net Income
For the year ended March 31, 2001	614,287 (2.5%)	23,088 (-18.1%)	13,046 (32.5%)
For the year ended March 31, 2000	599,443 (-2.5%)	28,194 (-33.2%)	9,850 (0.4%)

(Yen, %)

	Net Income per Share	Net Income per Share -Assuming Dilution	Return on Equity	Net Loss Ratio	Net Operating Expenses Ratio
For the Year ended March 31, 2001	17.01	16.03	2.4%	60.4%	37.7%
For the Year ended March 31, 2000	12.58	11.95	3.2%	60.6%	40.0%

(Notes)

1. Average number of shares in issue during the business term:

As at March 31, 2001: 766,799,626 shares As at March 31, 2000: 782,656,255 shares

2. Change of accounting method: Yes or No

3. Percent figures of "Net Premiums Written", "Ordinary Profit" and "Net Income" represent increase or decrease in comparison with the settlement of account for the preceding business term.

- Net loss ratio = (Net claims paid + Loss adjustment expenses)/ Net premiums written
- Net operating expense ratio = (Commissions and collection expenses + Operating expenses and general administrative expenses) / Net premiums written

(2) Dividends

(Yen, %)

	Annual Aggregate Dividend per Share			Total Dividend (Annual)	Dividend Pay-out Ratio	Ratio of Dividend to Shareholders' Equity
		Interim	Term-end	(Million Yen)		
For the year ended March 31, 2001	7.00	---	7.00	5,300	40.6%	0.7%
For the year ended March 31, 2000	7.00	---	7.00	5,454	55.4%	1.7%

(3) Financial Conditions

(Million Yen, %)

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share (Yen)
As at March 31, 2001	3,713,926	767,687	20.7%	1,013.82
As at March 31, 2000	2,957,064	326,733	11.0%	419.31

(Note) Number of shares in issue at the end of the term
 As at March 31, 2001: 757,216,064 shares As at March 31, 2000: 779,216,064 shares

2. Forecast of this Business Term (from April 1, 2001 to March 31, 2002)

(Million Yen)

	Net premiums written	Ordinary profit	Net income	Annual Aggregate Dividend per Share		
				Interim	Term-end (Yen)	(Yen)
As at September 30, 2001	317,000	15,000	4,000	---	---	---
For the business term ending March 31, 2002	*(895,000) 900,000	53,000	21,500	---	7.50	7.50

(Reference) Net income per share expected for the business term ending March 31, 2002 : Yen 19.22

(Note) Forecast of the business term ending March 31, 2002 is subject to the Company's merger with the Sumitomo Marine and Fire Insurance Company, Limited ("Sumitomo Marine", Security Code No. 8753) on October 1, 2001.

*For the purpose of easy comparison with other non-life insurance companies, "Net premiums written" in parentheses exclude Good Results Return premiums ("GRR premiums") of Sumitomo Marine's unique Automobile Insurance product "ModoRich" which the post-merger company will continue to sell. ("ModoRich" is a two or three year-policy providing a refund at maturity depending on the number of accidents in which customers were involved.)

Since GRR premiums are included in the provision of Underwriting Reserve, the amount of "Ordinary Profit" and "Net Income" remain unchanged.

FY2000 Summary of statement of operations

(In Millions of Yen)

	FY1999	FY2000	Change	Change Ratio(%)
Direct Net premiums (including Deposit premiums from policyholders)	834,729	841,375	6,646	0.8
Direct Net premiums	650,839	670,883	20,044	3.1
Ordinary Income and Expenses:				
Underwriting income	879,960	899,745	19,784	2.2
Net premiums written	599,443	614,287	14,843	2.5
Deposit premiums from policyholders	183,890	170,492	-13,397	-7.3
Underwriting expenses	756,361	777,453	21,091	2.8
Net claims paid	332,097	339,101	7,004	2.1
Loss adjustment expenses	31,016	32,120	1,104	3.6
Commission and collection expenses	107,270	109,195	1,924	1.8
Maturity refunds to policyholders	276,261	283,072	6,811	2.5
Investment income	83,519	48,794	-34,724	-41.6
Interest and dividends received	71,026	58,939	-12,087	-17.0
Gain on sale of securities	52,681	22,779	-29,902	-56.8
Investment expenses	40,324	18,035	-22,289	-55.3
Loss on sale of securities	4,306	1,360	-2,945	-68.4
Loss on valuation of securities	22,744	8,161	-14,583	-64.1
Operating expenses and general and administrative expenses	138,588	129,701	-8,887	-6.4
Those related to underwriting insurance	132,227	122,328	-9,899	-7.5
Other Ordinary Income and Expenses	-10	-260	-249	-
Ordinary Profit	28,194	23,088	-5,105	-18.1
Underwriting Profit	-8,011	404	8,415	-
Extraordinary Income and Losses:				
Extraordinary income	46,909	30,701	-16,208	-34.6
Extraordinary losses	62,323	36,047	-26,276	-42.2
Extraordinary Income and Losses	-15,414	-5,346	10,068	-
Income for the year before income taxes	12,780	17,742	4,962	38.8
Income taxes-current	21,413	345	-21,068	-98.4
Income taxes-deferred	-18,483	4,350	22,834	-
Net income for the year	9,850	13,046	3,196	32.5
Unappropriated retained earnings brought forward from previous year	4,654	15,775	11,121	238.9
Prior year adjustment of underwriting reserve related to initial application of deferred tax accounting	71,822	-	-71,822	-100.0
Prior year adjustment of retained earnings related to initial application of deferred tax accounting	117,295	-	-117,295	-100.0
Reversal of reserve on overseas investment loss related to initial application of deferred tax accounting	1	-	-1	-100.0
Share buy-back charged to retained earnings	4,774	12,247	7,472	156.5
Unappropriated retained earnings at the end of the year	55,205	16,575	-38,630	-70.0
Ratios:				
Net Loss Ratio	60.6%	60.4%	-	-
Net Expense Ratio	40.0%	37.7%	-	-
Investment Yield	2.75%	2.38%	-	-

Note: 1. Underwriting profit = Underwriting income - (Underwriting expenses+ operating expenses and general administrative expenses related to underwriting insurance) ± other income and expenses

Other income and expenses consist mainly of Income Taxes of Compulsory Automobile Liability.

2. For the business term ended March 31, 2001, the Company applied the accounting standard for financial instruments. The denominator of Investment Yield is based on either acquisition cost or amortized cost.

**Direct Net Premiums Written by Lines of Insurance
(including Deposit premiums from policyholders)**

(in Millions of Yen)

Lines of Insurance	FY1999			FY2000		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	127,227	-2.6	15.3	128,776	1.2	15.3
Marine	31,231	-14.1	3.8	31,298	0.2	3.7
Personal Accident	209,563	-22.1	25.1	195,011	-6.9	23.2
Automobile	296,661	-1.6	35.5	303,931	2.5	36.1
Compulsory Automobile Liability	82,941	3.1	9.9	85,215	2.7	10.2
Other	87,103	-3.1	10.4	97,143	11.5	11.5
Total	834,729	-8.0	100.0	841,375	0.8	100.0
(Deposit premiums from policyholders)	(183,890)	(-23.3)	(22.0)	(170,492)	(-7.3)	(20.3)

Net Premiums by Lines of Insurance

(in Millions of Yen)

Lines of Insurance	FY1999			FY2000		
	Amount	Change (%)	Share (%)	Amount	Change (%)	Share (%)
Fire	79,026	0.8	13.2	81,700	3.4	13.3
Marine	27,170	-12.8	4.5	27,224	0.2	4.4
Personal Accident	70,265	-7.8	11.7	69,156	-1.6	11.3
Automobile	296,982	-1.6	49.6	304,376	2.5	49.5
Compulsory Automobile Liability	47,403	2.5	7.9	48,595	2.5	7.9
Other	78,595	-2.5	13.1	83,233	5.9	13.6
Total	599,443	-2.5	100.0	614,287	2.5	100.0

Net Claims Paid by Lines of Insurance

(in Millions of Yen)

Lines of Insurance	FY1999			FY2000			
	Amount	Change (%)	Loss Ratio (%)	Amount	Change (%)	Loss Ratio (%)	Change in L/R (%)
Fire	37,736	10.3	50.0	29,487	-21.9	38.8	-11.2
Marine	16,165	-2.9	63.3	14,228	-12.0	56.1	-7.2
Personal Accident	29,496	-3.1	45.7	28,913	-2.0	45.3	-0.4
Automobile	168,840	1.4	62.7	185,945	10.1	66.7	4.0
Compulsory Automobile Liability	29,690	2.4	73.1	31,270	5.3	76.6	3.5
Other	50,167	5.8	68.0	49,256	-1.8	63.4	-4.6
Total	332,097	2.4	60.6	339,101	2.1	60.4	-0.2

Note: Net Loss Ratio = (net claims paid + loss adjustment expenses)/net premiums written