

Financial Analysts Briefing Supplement Second Quarter 2007

To keep you updated on the progress and outlook of Aflac Incorporated, we are enclosing a Second Quarter supplement to the Financial Analysts' Briefing book. As you review the supplement, please note the following:

In addition to net earnings, the company views operating earnings, a non-GAAP financial measure, as an important indicator of financial performance. We believe the combined presentation and evaluation of operating earnings, together with net earnings, provides information that may enhance an investor's understanding of the company's underlying profitability and results of operations. Our definition of operating earnings excludes the following items on an after-tax basis from net earnings: realized investment gains/losses, the change in the fair value of the interest rate component of cross currency swaps, and nonrecurring items. We believe operating earnings is a useful financial measure because it focuses on the performance of the business and excludes items that are inherently unpredictable. A reconciliation of operating earnings to net earnings is included on page 5.

On January 1, 2005, Aflac adopted SFAS No. 123R, which addresses accounting for share-based transactions, such as stock options. We elected to adopt SFAS 123R using the modified-retrospective transition method. As a result, we have adjusted prior periods where noted to reflect the expensing of stock options.

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Stock Price Range and Other Data

Year	Total Actual Shares Traded (000 omitted)	Price Range			Year Close % Change	AFL Relative Perform. to S&P 500 Composite Avg. (1994 Close = 100)	Annual Relative % Change	AFL Relative Perform. to S&P Life Composite Avg. (1994 Close = 100)	Annual Relative % Change
		High	Low	Close					
1974	—	\$.13	\$.06	\$.06	—	—	—	—	
1975 *	3,084	.21	.06	.18	218.2 %	—	—	—	
1976	2,883	.28	.17	.28	57.1	—	—	—	
1977	2,624	.32	.25	.29	5.5	—	—	—	
1978	5,154	.40	.22	.23	(20.7)	—	—	—	
1979	3,290	.36	.21	.28	21.7	—	—	—	
1980	3,494	.29	.18	.19	(32.1)	—	—	—	
1981	2,484	.26	.18	.20	2.6	—	—	—	
1982	4,243	.42	.19	.39	97.4	—	—	—	
1983	4,502	.61	.38	.61	58.4	—	—	—	
1984	5,201	.84	.46	.78	27.9	—	—	—	
1985	13,408	1.56	.77	1.39	77.6	—	—	—	
1986	19,387	2.50	1.39	1.74	25.3	—	—	—	
1987	49,914	2.47	1.32	1.89	8.6	—	—	—	
1988	27,245	2.27	1.54	1.84	(2.7)	—	—	—	
1989	70,347	3.00	1.79	2.40	30.8	—	—	—	
1990	38,959	2.57	1.62	2.55	6.3	—	—	—	
1991	39,803	4.15	2.39	3.99	56.3	—	—	—	
1992	35,563	4.65	3.20	4.60	15.4	—	—	—	
1993	40,913	5.67	4.13	4.75	3.3	—	—	—	
1994	46,430	6.02	4.21	5.34	12.3	100.0	100.0	—	
1995	52,772	7.46	5.32	7.25	35.9	101.4	96.5	(3.5) %	
1996	62,101	11.00	7.07	10.69	47.4	124.3	120.2	24.5	
1997	61,771	14.47	9.38	12.78	19.6	113.4	116.3	(3.2)	
1998	100,659	22.66	11.35	21.94	71.7	153.7	192.3	65.4	
1999	180,514	28.38	19.50	23.60	7.5	138.3	244.9	27.3	
2000	218,965	37.47	16.78	36.10	53.0	235.5	335.8	37.1	
2001	418,406	36.10	23.00	24.56	(32.0)	184.2	251.3	(25.2)	
2002	485,387	33.45	23.10	30.12	22.6	294.8	373.5	48.6	
2003	479,602	36.91	28.00	36.18	20.1	280.2	358.0	(4.1)	
2004	397,333	42.60	33.85	39.84	10.1	283.1	327.5	(8.5)	
2005	405,829	49.65	35.50	46.42	16.5	320.2	315.7	(3.6)	
2006	437,580	49.40	41.63	46.00	(.9)	279.3	272.1	(13.8)	
6/06	203,120	49.40	44.40	46.35	(.2)	314.2	302.1	(4.3)	
6/07	242,735	54.00	45.18	51.40	11.7	294.4	276.6	1.6	

*First full year traded on NYSE

Price Performance of Aflac Incorporated and Market Indexes

(Relative Performance Based on 1994 Closing Prices)

December 31

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Aflac	5.33	7.25	10.69	12.78	21.94	23.60	36.10	24.56	30.12	36.18	39.84	46.42	46.00
Rel. Perf.		1.4	2.0	2.4	4.1	4.4	6.8	4.6	5.6	6.8	7.5	8.7	8.6
Dow Jones Ind.	3834.44	5117.12	6448.27	7908.25	9181.43	11497.12	10786.85	10021.50	8341.63	10453.92	10783.01	10717.50	12463.15
Rel. Perf.		1.3	1.7	2.1	2.4	3.0	2.8	2.6	2.2	2.7	2.8	2.8	3.3
S&P Life	100.00	140.85	166.80	206.02	213.90	180.70	201.57	183.25	151.23	189.51	228.11	275.73	317.00
Rel. Perf.		1.4	1.7	2.1	2.1	1.8	2.0	1.8	1.5	1.9	2.3	2.8	3.2
NYSE Comp.	2653.37	3484.15	4148.07	5405.19	6299.93	6876.10	6945.57	6236.39	5000.00	6464.00	7250.06	7753.95	9139.02
Rel. Perf.		1.3	1.6	2.0	2.4	2.6	2.6	2.4	1.9	2.4	2.7	2.9	3.4
S&P 500	459.27	615.93	740.74	970.43	1229.23	1469.25	1320.28	1148.08	879.82	1111.92	1211.92	1248.29	1418.30
Rel. Perf.		1.3	1.6	2.1	2.7	3.2	2.9	2.5	1.9	2.4	2.6	2.7	3.1
Nikkei	19723.06	19868.15	19361.35	15258.74	13842.17	18934.34	13785.69	10542.62	8578.95	10676.64	11488.76	16111.43	17225.83
Rel. Perf.		1.0	1.0	.8	.7	1.0	.7	.5	.4	.5	.6	.8	.9

Relative Performance AFL/Other Averages

(1994 Close = 100)

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
AFL/DJIA	101.9	119.2	116.2	171.8	147.6	240.6	176.2	259.6	248.8	265.6	311.4	265.4
AFL/S&P Life	96.5	120.2	116.3	192.3	244.9	335.8	251.3	373.5	358.0	327.5	315.7	272.1
AFL/NYSE Comp.	103.5	128.2	117.6	173.3	170.8	258.6	195.9	299.7	278.5	273.4	297.9	250.4
AFL/S&P 500	101.4	124.3	113.4	153.7	138.3	235.5	184.2	294.8	280.2	283.1	320.2	279.3
AFL/Nikkei	135.0	204.2	309.8	586.2	461.0	968.5	861.6	1298.4	1253.2	1282.5	1065.5	987.6

Annual Percent Change in Relative Performance

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
AFL/DJIA	1.9	17.0	(2.5)	47.9	(14.1)	63.0	(26.8)	47.3	(4.2)	6.8	17.2	(14.8)
AFL/S&P Life	(3.5)	24.5	(3.2)	65.4	27.3	37.1	(25.2)	48.6	(4.1)	(8.5)	(3.6)	(13.8)
AFL/NYSE Comp.	3.5	23.8	(8.3)	47.3	(1.4)	51.4	(24.2)	53.0	(7.1)	(1.8)	9.0	(15.9)
AFL/S&P 500	1.4	22.6	(8.7)	35.5	(10.0)	70.2	(21.8)	60.1	(5.0)	1.0	13.1	(12.8)
AFL/Nikkei	35.0	51.3	51.7	89.2	(21.4)	110.1	(11.0)	50.7	(3.5)	2.3	(16.9)	(7.3)

AFL Trading Volume

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
No. Shar. Trad.(Act.) (000 omitted)	52,772	62,101	61,771	100,659	180,514	218,965	418,406	485,387	479,602	397,333	405,829	437,580

Price Performance of Aflac Incorporated and Market Indexes

(Closing Prices and Relative Performance - 1994 Close = 100)

	<u>12/31/06</u>	<u>1/31/07</u>	<u>2/28/07</u>	<u>3/31/07</u>	<u>4/30/07</u>	<u>5/31/07</u>	<u>6/30/07</u>
Aflac	46.00	47.61	47.24	47.06	51.34	52.86	51.40
Rel. Perf.	8.6	8.9	8.9	8.8	9.6	9.9	9.6
Dow Jones Ind.	12463.15	12621.69	12268.63	12354.35	13062.91	13352.05	13408.62
Rel. Perf.	3.3	3.3	3.2	3.2	3.4	3.5	3.5
S&P Life	317.00	329.65	332.14	332.04	350.56	363.20	348.51
Rel. Perf.	3.2	3.3	3.3	3.3	3.5	3.6	3.5
NYSE Comp.	9139.02	9254.73	9124.54	9261.82	9627.73	9978.64	9873.02
Rel. Perf.	3.4	3.5	3.4	3.5	3.6	3.8	3.7
S&P 500	1418.30	1438.24	1406.82	1420.86	1482.37	1530.62	1503.35
Rel. Perf.	3.1	3.1	3.1	3.1	3.2	3.3	3.3
Nikkei	17225.83	17383.42	17604.12	17287.65	17400.41	17875.75	18138.36
Rel. Perf.	.9	.9	.9	.9	.9	.9	.9

Relative Performance AFL/Other Averages

(1994 Close = 100)

	<u>12/31/06</u>	<u>1/31/07</u>	<u>2/28/07</u>	<u>3/31/07</u>	<u>4/30/07</u>	<u>5/31/07</u>	<u>6/30/07</u>
AFL/DJIA	265.4	271.2	276.8	273.9	282.6	284.6	275.6
AFL/S&P Life	272.1	270.8	266.7	265.8	274.6	272.9	276.6
AFL/NYSE Comp.	250.4	256.0	257.6	252.8	265.3	263.6	259.0
AFL/S&P 500	279.3	285.1	289.2	285.2	298.3	297.4	294.4
AFL/Nikkei	987.6	1012.9	992.4	1006.7	1091.2	1093.6	1048.0

Monthly Percent Change in Relative Performance

	<u>12/31/06</u>	<u>1/31/07</u>	<u>2/28/07</u>	<u>3/31/07</u>	<u>4/30/07</u>	<u>5/31/07</u>	<u>6/30/07</u>
AFL/DJIA	2.2	2.2	2.1	(1.1)	3.2	.7	(3.2)
AFL/S&P Life	1.2	(.5)	(1.5)	(.4)	3.3	(.6)	1.3
AFL/NYSE Comp.	2.3	2.2	.6	(1.9)	4.9	(.7)	(1.7)
AFL/S&P 500	2.9	2.1	1.4	(1.4)	4.6	(.3)	(1.0)
AFL/Nikkei	(1.5)	2.6	(2.0)	1.4	8.4	.2	(4.2)

AFL High, Low, Close & Trading Volume

	<u>12/31/06</u>	<u>1/31/07</u>	<u>2/28/07</u>	<u>3/31/07</u>	<u>4/30/07</u>	<u>5/31/07</u>	<u>6/30/07</u>
High	46.20	48.71	49.37	48.66	54.00	53.19	53.93
Low	43.34	45.18	46.86	45.18	47.00	51.08	51.08
Close	46.00	47.06	47.24	47.06	51.34	52.86	51.40
No. Shar. Trad.(Act.) (000 omitted)	34,568	42,609	38,648	39,851	35,769	41,553	44,306

Aflac Incorporated and Subsidiaries

Share Data
(In thousands)

		Beginning Shares Outstanding	Shares Issued		Shares Purchased		Ending Shares Outstanding	QTD Weighted Avg. Shares			YTD Weighted Avg. Shares		
			Stk. Bon. & DRP	Stk. Opt. & Misc.	Treas. Shares	Misc. Purch.*		Avg. Shares	Dilutive Shares	Avg. Diluted	Avg. Shares	Dilutive Shares	Avg. Diluted
2002	1	521,615	441	808	5,218	4	517,642	519,473	10,154	529,627	519,473	10,154	529,627
	2	517,642	489	593	1,307	48	517,369	518,077	11,529	529,606	518,771	10,841	529,613
	3	517,369	419	395	3,013	2	515,168	516,984	10,923	527,908	518,169	10,869	529,038
	4	515,168	428	1,541	2,556	142	514,439	515,678	10,534	526,213	517,541	10,785	528,326
2003	1	514,439	393	1,750	1,660	53	514,869	514,565	9,903	524,468	514,565	9,903	524,468
	2	514,869	509	1,150	2,821	113	513,594	513,728	8,985	522,713	514,144	9,444	523,588
	3	513,594	453	578	2,207	–	512,418	513,385	7,827	521,212	513,888	8,905	522,793
	4	512,418	411	613	3,500	50	509,892	511,239	8,953	520,192	513,220	8,918	522,138
2004	1	509,892	396	1,249	3,150	42	508,345	509,924	9,430	519,355	509,924	9,430	519,355
	2	508,345	429	530	1,255	–	508,049	508,353	9,508	517,860	509,138	9,469	518,607
	3	508,049	361	274	2,526	–	506,158	506,599	8,977	515,576	508,286	9,305	517,591
	4	506,158	399	183	3,130	2	503,608	504,495	8,439	512,934	507,333	9,088	516,421
2005	1	503,608	382	939	2,942	–	501,987	502,706	6,743	509,449	502,706	6,743	509,449
	2	501,987	443	1,450	2,640	68	501,172	501,426	6,576	508,002	502,063	6,659	508,722
	3	501,172	323	876	2,000	88	500,283	500,557	6,766	507,323	501,555	6,695	508,250
	4	500,283	328	790	2,418	89	498,894	499,112	6,972	506,084	500,939	6,764	507,704
2006	1	498,894	337	1,268	2,066	2	498,431	498,037	6,537	504,574	498,037	6,537	504,574
	2	498,431	413	332	2,052	–	497,124	496,951	6,335	503,286	497,491	6,436	503,927
	3	497,124	343	212	3,013	–	494,666	494,923	6,029	500,952	496,626	6,300	502,926
	4	494,666	368	703	3,134	53	492,550	492,614	5,950	498,564	495,614	6,213	501,827
2007	1	492,550	357	987	5,062	–	488,832	490,554	6,104	496,658	490,554	6,104	496,658
	2	488,832	407	1,428	2,000	184	488,483	487,900	6,327	494,227	489,219	6,216	495,435

* Includes swapped shares and/or shares purchased for deferred compensation program

Aflac Incorporated and Subsidiaries

Summary of Operating Results by Business Segment

(In Millions, except per-share data)

	Years Ended December 31,					3 Months Ended June 30,			6 Months Ended June 30,		
	2002	2003	2004	2005	2006	2006	2007	% Change	2006	2007	% Change
Aflac Japan	\$ 912	\$ 1,122	\$ 1,379	\$ 1,515	\$ 1,652	\$ 432	\$ 461	6.7 %	\$ 857	\$ 926	8.0 %
Aflac U.S.	394	445	497	525	585	150	171	14.1	297	340	14.7
Interest expense, non-insurance operations	(16)	(19)	(20)	(20)	(17)	(4)	(5)	(17.2)	(8)	(10)	(17.6)
Parent company, other operations and eliminations	(51)	(46)	(62)	(41)	(35)	(5)	(5)	4.2	(15)	(11)	21.6
Pretax operating earnings	1,239	1,502	1,794	1,979	2,185	573	622	8.6	1,131	1,245	10.1
Income taxes	450	540	641	687	753	197	215	9.0	391	431	10.1
Operating earnings*	789	962	1,153	1,292	1,432	376	407	8.4	740	814	10.1
Reconciling items:											
Japanese policyholder protection fund, net of tax	(26)	—	—	—	—	—	—		—	—	
Impact from SFAS 133, net of tax	37	(3)	(13)	(10)	—	1	(1)		2	(1)	
Realized investment gains (losses), net of tax	(15)	(191)	(5)	167	51	31	9		41	18	
Japanese pension obligation transfer, net of tax	—	—	3	—	—	—	—		—	—	
Release of deferred tax asset valuation allowance	—	—	128	34	—	—	—		—	—	
Net earnings	\$ 785	\$ 768	\$ 1,266	\$ 1,483	\$ 1,483	\$ 408	\$ 415	1.7 %	\$ 783	\$ 831	6.1 %
Earnings per share of common stock:											
Net earnings (basic)	\$ 1.52	\$ 1.50	\$ 2.49	\$ 2.96	\$ 2.99	\$.82	\$.85	3.7 %	\$ 1.57	\$ 1.70	8.3 %
Net earnings (diluted)	1.49	1.47	2.45	2.92	2.95	.81	.84	3.7	1.55	1.68	8.4
Operating earnings (basic)	\$ 1.52	\$ 1.88	\$ 2.27	\$ 2.58	\$ 2.89	\$.76	\$.83	9.2 %	\$ 1.49	\$ 1.66	11.4 %
Operating earnings (diluted)	1.49	1.84	2.23	2.54	2.85	.75	.82	9.3	1.47	1.64	11.6

* See definition on cover page

Numbers may fail to foot due to rounding

Aflac Incorporated and Subsidiaries

Consolidated Statements of Earnings

(In Millions, except per-share data)

	Years Ended December 31,					3 Months Ended June 30,			6 Months Ended June 30,		
	2002	2003	2004	2005	2006	2006	2007	% Change	2006	2007	% Change
Revenues:											
Premiums, principally supplemental health	\$ 8,595	\$ 9,921	\$ 11,302	\$ 11,990	\$ 12,314	\$ 3,093	\$ 3,162	2.2 %	\$ 6,098	\$ 6,318	3.6 %
Net investment income	1,614	1,787	1,957	2,071	2,171	542	572	5.6	1,066	1,138	6.8
Realized investment gains (losses)	(14)	(301)	(12)	262	79	50	15		64	27	
Other income	62	40	34	40	52	12	15		28	32	
Total revenues	<u>10,257</u>	<u>11,447</u>	<u>13,281</u>	<u>14,363</u>	<u>14,616</u>	<u>3,697</u>	<u>3,764</u>	1.8	<u>7,256</u>	<u>7,515</u>	3.6
Benefits and expenses:											
Benefits and claims	6,589	7,529	8,482	8,890	9,016	2,243	2,266	1.0	4,424	4,524	2.2
Acquisition and operating expenses:											
Amortization of D.A.C.	385	464	519	542	574	143	155		288	309	
Japanese policyholder protection fund	40	—	—	—	—	—	—		—	—	
Insurance commissions	1,037	1,146	1,252	1,302	1,303	328	326		650	655	
Insurance expenses	875	1,006	1,128	1,281	1,337	331	351		638	688	
Interest expense	20	22	23	23	19	5	6		10	14	
Other operating expense	88	82	104	99	103	23	25		47	54	
Total acquisition and operating expenses	<u>2,445</u>	<u>2,720</u>	<u>3,026</u>	<u>3,247</u>	<u>3,336</u>	<u>830</u>	<u>863</u>	3.9	<u>1,633</u>	<u>1,720</u>	5.3
Total benefits and expenses	<u>9,034</u>	<u>10,249</u>	<u>11,508</u>	<u>12,137</u>	<u>12,352</u>	<u>3,073</u>	<u>3,129</u>	1.8	<u>6,057</u>	<u>6,244</u>	3.1
Pretax earnings	1,223	1,198	1,773	2,226	2,264	624	635		1,199	1,271	
Income taxes	438	430	507	743	781	216	220		416	440	
Net earnings	<u>\$ 785</u>	<u>\$ 768</u>	<u>\$ 1,266</u>	<u>\$ 1,483</u>	<u>\$ 1,483</u>	<u>\$ 408</u>	<u>\$ 415</u>	1.7 %	<u>\$ 783</u>	<u>\$ 831</u>	6.1 %
Operating earnings *	<u>\$ 789</u>	<u>\$ 962</u>	<u>\$ 1,153</u>	<u>\$ 1,292</u>	<u>\$ 1,432</u>	<u>\$ 376</u>	<u>\$ 407</u>	8.4 %	<u>\$ 740</u>	<u>\$ 814</u>	10.1 %
Earnings Per Share of common stock:											
Net earnings (basic)	\$ 1.52	\$ 1.50	\$ 2.49	\$ 2.96	\$ 2.99	\$.82	\$.85	3.7 %	\$ 1.57	\$ 1.70	8.3 %
Net earnings (diluted)	1.49	1.47	2.45	2.92	2.95	.81	.84	3.7	1.55	1.68	8.4
Operating earnings (basic) *	\$ 1.52	\$ 1.88	\$ 2.27	\$ 2.58	\$ 2.89	\$.76	\$.83	9.2 %	\$ 1.49	\$ 1.66	11.4 %
Operating earnings (diluted) *	1.49	1.84	2.23	2.54	2.85	.75	.82	9.3	1.47	1.64	11.6

* See definition of operating earnings on cover page

Aflac Incorporated and Subsidiaries

Analysis of Net Earnings and Net Earnings Per Diluted Share

(In Millions, except for per-share data)

		Net	Real. Inv.	Impact	Non-	Currency	Net	Real. Inv.	Impact	Non-	Currency
		Earnings	Gains/ (Losses)	From SFAS 133	Recurring Items	Impact	Earnings Per Share	Gains/ (Losses) Per Share	From SFAS 133 Per Share	Recurring Items Per Share	Impact Per Share
1997	\$	585	\$ (1)	\$ —	\$ 211	\$ (26)	\$ 1.04	\$ —	\$ —	\$.38	\$ (.05)
1998		487	2	—	56	(15)	.88	—	—	.10	(.02)
1999		571	(5)	—	26	32	1.04	(.01)	—	.05	.06
2000		687	(69)	—	99	16	1.26	(.12)	—	.18	.02
2001		687	(34)	1	—	(37)	1.28	(.06)	—	—	(.07)
2002		785	(15)	37	(26)	(10)	1.49	(.03)	.07	(.05)	(.02)
2003		768	(191)	(3)	—	33	1.47	(.37)	—	—	.06
2004		1,266	(5)	(13)	131	39	2.45	39	39	.26	.08
2005		1,483	167	(10)	34	(8)	2.92	.33	(.02)	.07	(.02)
2006		1,483	51	—	—	(39)	2.95	.10	—	—	(.08)
2004	1	304	6	11	3	15	.59	.01	.02	.01	.03
	2	258	(3)	(23)	—	11	.50	(.01)	(.04)	—	.02
	3	293	(4)	6	—	10	.57	(.01)	.01	—	.02
	4	410	(3)	(7)	128	4	.80	(.01)	(.01)	.25	.01
2005	1	328	2	(9)	—	5	.64	—	(.02)	—	.01
	2	336	7	3	—	3	.66	.01	.01	—	.01
	3	455	89	(1)	34	(2)	.90	.18	(.01)	.07	—
	4	364	68	(2)	—	(14)	.72	.14	(.01)	—	(.03)
2006	1	375	9	2	—	(22)	.74	.02	—	—	(.04)
	2	408	31	1	—	(11)	.81	.06	—	—	(.02)
	3	367	7	(3)	—	(6)	.73	.01	—	—	(.02)
	4	332	3	—	—	—	.67	.01	—	—	—
2007	1	416	9	—	—	(4)	.84	.02	—	—	(.01)
	2	415	9	—	—	(11)	.84	.02	—	—	(.02)

Adjusted to reflect SFAS No. 123R beginning in 2002

Addition of quarters may not equal annual amounts due to rounding

Aflac Incorporated and Subsidiaries

Consolidated Balance Sheets

(In Millions, except per-share data)

	December 31,					June 30,	
	2002	2003	2004	2005	2006	2006	2007
Assets:							
Investments and cash:							
Securities available for sale:							
Fixed Maturities	\$ 22,659	\$ 26,495	\$ 29,166	\$ 28,142	\$ 28,805	\$ 27,408	\$ 28,612
Perpetual debentures	2,730	3,349	4,019	4,370	4,408	4,130	4,015
Equity securities	258	73	77	84	25	55	24
Securities held to maturity:							
Fixed Maturities	8,394	8,752	10,080	10,867	13,483	12,957	14,249
Perpetual debentures	3,700	4,297	4,759	4,172	3,990	4,260	3,842
Other Investments	27	32	41	57	58	61	49
Cash and cash equivalents	1,379	1,052	3,813	1,297	1,203	924	1,406
Total investments and cash	39,147	44,051	51,955	48,989	51,972	49,795	52,197
Receivables, primarily premiums	435	547	417	584	535	508	523
Accrued investment income	414	456	495	484	538	517	559
Deferred policy acquisition costs	4,277	5,044	5,595	5,590	6,025	5,895	6,096
Property and equipment, net	482	518	515	448	458	454	457
Other assets	303	348	349	266	277	263	282
Total assets	\$ <u>45,058</u>	\$ <u>50,964</u>	\$ <u>59,326</u>	\$ <u>56,361</u>	\$ <u>59,805</u>	\$ <u>57,432</u>	\$ <u>60,114</u>
Liabilities and Shareholders' Equity:							
Liabilities:							
Total policy liabilities	\$ 32,726	\$ 39,240	\$ 43,556	\$ 42,329	\$ 45,440	\$ 44,964	\$ 45,722
Notes payable	1,312	1,409	1,429	1,395	1,426	1,071	1,392
Income taxes, primarily deferred	2,362	2,187	2,580	2,577	2,462	1,886	2,360
Other liabilities	2,262	1,480	4,185	2,133	2,136	2,203	2,450
Total liabilities	38,662	44,316	51,750	48,434	51,464	50,124	51,924
Shareholders' equity:							
Common stock	65	65	65	65	66	66	66
Additional paid-in capital	519	592	676	791	895	846	978
Retained earnings	5,098	5,712	6,785	8,048	9,304	8,840	10,034
Accumulated other comprehensive income:							
Unrealized foreign currency translation	222	213	222	77	54	113	(18)
Unrealized gains on investment securities	2,416	2,316	2,417	1,917	1,450	580	879
Minimum pension liability adjustment	(8)	(36)	(28)	(37)	(78)	(37)	(76)
Treasury stock	(1,916)	(2,214)	(2,561)	(2,934)	(3,350)	(3,100)	(3,673)
Total shareholders' equity	6,396	6,648	7,576	7,927	8,341	7,308	8,190
Total liabilities & shareholders' equity	\$ <u>45,058</u>	\$ <u>50,964</u>	\$ <u>59,326</u>	\$ <u>56,361</u>	\$ <u>59,805</u>	\$ <u>57,432</u>	\$ <u>60,114</u>

Amounts have been adjusted for adoption of SAB 108 on January 1, 2006

Aflac Incorporated and Subsidiaries

Quarterly Financial Results
(In Millions, except per-share data)

	Premium Income	Net Invest. Income	Total Rev.	Benefits & Claims	Total Acqu. & Oper. Exp.	Total Benefits & Exp.	Total Pretax Earn.	Oper. Earn. *	Net Earn.	Oper. EPS *		Net EPS		Total Assets	Invest. & Cash	Equity Per Share	Unreal. G/L on Sec. Per Share	Equity excl G/L on Sec. Per Share
										Basic	Dil.	Basic	Dil.					
1999	1,728	320	2,048	1,400	445	1,845	203	132	196	.25	.24	.37	.35	31,349	27,217	7.24	2.34	4.90
2	1,706	325	2,032	1,380	455	1,835	197	130	130	.24	.24	.25	.24	31,602	27,250	6.88	1.96	4.92
3	1,847	347	2,196	1,498	478	1,976	220	143	144	.27	.26	.27	.26	35,225	30,409	7.10	1.89	5.22
4	1,983	377	2,364	1,607	598	2,205	159	145	102	.27	.26	.19	.19	37,041	32,024	7.28	1.94	5.34
2000	2,019	376	2,397	1,619	535	2,154	243	159	156	.30	.29	.29	.29	37,391	32,451	7.67	2.28	5.39
2	2,050	385	2,355	1,647	449	2,096	259	161	202	.30	.30	.38	.37	38,793	33,657	7.84	2.18	5.67
3	2,078	392	2,472	1,672	548	2,220	252	169	163	.32	.31	.31	.30	37,904	32,797	7.74	1.86	5.88
4	2,076	397	2,480	1,663	560	2,223	257	168	166	.32	.31		.30	37,231	32,167	8.87	2.78	6.08
2001	2,009	382	2,401	1,586	541	2,127	274	177	178	.33	.33	.34	.33	37,640	32,767	9.93	3.77	6.16
2	1,980	382	2,348	1,550	549	2,099	249	177	153	.34	.33	.29	.28	38,793	33,805	10.35	3.96	6.39
3	2,034	392	2,446	1,584	568	2,152	294	184	193	.35	.34	.37	.36	40,050	34,736	10.62	4.04	6.58
4	2,038	394	2,404	1,583	558	2,141	263	182	163	.35	.34	.31	.31	37,860	32,793	10.40	3.60	6.80
2002	1,998	381	2,371	1,534	561	2,095	276	184	174	.35	.35	.34	.33	37,379	32,290	10.23	3.30	6.93
2	2,097	397	2,513	1,610	590	2,200	313	193	203	.37	.36	.39	.38	41,941	36,344	11.28	4.03	7.25
3	2,253	418	2,707	1,735	625	2,360	347	200	230	.39	.38	.44	.44	42,893	37,267	11.85	4.29	7.56
4	2,247	418	2,666	1,711	669	2,380	286	212	178	.41	.40	.35	.34	45,058	39,147	12.43	4.70	7.74
2003	2,372	430	2,807	1,800	645	2,445	362	236	230	.46	.45	.44	.43	45,341	39,415	13.62	5.57	8.05
2	2,407	436	2,861	1,827	665	2,492	370	232	241	.45	.44	.47	.47	47,830	41,656	14.74	6.36	8.38
3	2,478	448	2,931	1,872	693	2,565	366	239	231	.47	.46	.45	.44	49,236	42,711	13.01	3.93	8.65
4	2,664	473	2,847	2,029	718	2,747	100	256	67	.50	.49	.13	.13	50,964	44,051	13.04	4.54	8.50
2004	2,773	474	3,280	2,078	736	2,814	466	284	304	.56	.55	.60	.59	53,289	46,379	13.76	4.90	8.87
2	2,768	484	3,233	2,068	752	2,819	414	284	258	.56	.55	.51	.50	52,130	45,136	12.17	2.89	9.27
3	2,822	491	3,321	2,124	745	2,869	452	292	293	.58	.57	.58	.57	52,913	46,032	14.32	4.69	9.64
4	2,939	509	3,448	2,212	794	3,006	442	293	410	.58	.57	.81	.80	59,326	51,955	15.04	4.80	10.24
2005	3,041	514	3,559	2,266	787	3,053	506	335	328	.67	.66	.65	.64	57,041	49,755	15.49	4.88	10.61
2	3,020	518	3,567	2,229	822	3,051	516	326	336	.65	.64	.67	.66	57,995	50,547	16.88	5.86	11.02
3	2,997	522	3,669	2,237	787	3,024	645	333	455	.67	.66	.91	.90	57,453	49,917	16.00	4.35	11.65
4	2,931	517	3,567	2,157	851	3,008	559	298	364	.60	.59	.73	.72	56,361	48,989	15.89	3.84	12.05
2006	3,005	524	3,559	2,181	803	2,984	574	364	375	.73	.72	.75	.74	56,136	48,865	15.48	2.61	12.87
2	3,093	542	3,697	2,243	830	3,073	624	376	408	.76	.75	.82	.81	57,432	49,795	14.70	1.17	13.53
3	3,102	548	3,672	2,291	824	3,115	558	363	367	.73	.72	.74	.73	58,353	50,686	16.51	2.58	13.93
4	3,114	557	3,687	2,300	880	3,180	507	329	332	.67	.66	.67	.67	59,805	51,972	16.93	2.94	13.99
2007	3,156	566	3,751	2,258	857	3,115	636	407	416	.83	.82	.85	.84	61,192	53,268	17.37	2.80	14.56
2	3,162	572	3,764	2,266	863	3,129	635	407	415	.83	.82	.85	.84	60,114	52,197	16.77	1.80	14.97

Quarterly amounts adjusted to reflect SFAS No. 123R beginning in 2002

Equity per share amounts have been adjusted for adoption of SAB108 on January 1, 2006

Aflac Incorporated and Subsidiaries

Percentage Increases and Selected Ratios

	Premium Income	Net Investment Income	Total Revenues	Total Benefits & Claims	Operating Expenses	Pretax Earnings	Tax Rate	Operating Earnings Per Share *	Profit Margins		Total Assets	Invested Assets	Equity Per Share	
									Pretax Operating Profit Margin**	After-tax Operating Profit Margin**				
1997	(2.6) %	(.3) %	(1.3) %	(2.8) %	— %	8.2 %	32.4 %	10.0 %	8.6 %	5.4 %	17.7 %	10.3 %	67.3 %	
1998	(.6)	5.5	2.1	(1.3)	(.1)	33.0	11.6	18.2	9.3	6.0	5.9	18.0	10.1	
1999	1.2	5.6	(2.0)	.9	7.9	(36.3)	26.6	28.2	9.9	6.4	18.6	18.6	2.7	
2000	22.2	20.3	21.6	20.6	18.0	41.3	32.1	20.0	10.3	6.7	.5	.4	21.8	
2001	(2.0)	—	(1.1)	(4.5)	6.2	6.3	36.4	11.3	11.2	7.1	1.7	1.9	17.3	
2002	6.6	4.1	6.9	4.5	8.8	16.8	35.8	16.4	12.1	7.7	19.0	19.4	19.5	
2003	15.4	10.7	11.6	14.3	11.3	(2.0)	35.8	23.5	12.8	8.2	13.1	12.5	4.9	
2004	13.9	9.5	16.0	12.7	11.1	47.5	28.6	21.2	13.7	8.9	16.4	17.9	15.4	
2005	6.1	5.8	8.1	4.8	7.3	25.5	33.4	13.9	14.0	9.2	(5.0)	(5.7)	5.7	
2006	2.7	4.8	1.8	1.4	2.8	1.7	34.5	12.2	15.0	9.9	6.1	6.1	6.7	
2004	1	16.9	10.2	16.8	15.4	14.0	28.7	34.8	22.2	13.6	8.7	17.5	17.7	1.0
	2	15.0	11.0	13.0	13.2	13.1	11.9	37.5	25.0	13.5	8.7	9.0	8.4	(17.4)
	3	13.9	9.5	13.3	13.5	7.5	23.5	35.1	23.9	13.7	8.8	7.5	7.8	10.1
	4	10.4	7.6	21.1	9.0	10.6	340.5	7.2	16.3	13.1	8.5	16.4	17.9	15.4
2005	1	9.6	8.6	8.5	9.1	6.9	8.6	35.2	20.0	14.4	9.4	7.0	7.3	12.6
	2	9.1	7.1	10.3	7.8	9.4	24.8	35.0	16.4	14.1	9.2	11.3	12.0	38.7
	3	6.2	6.3	10.5	5.3	5.6	42.8	29.4	15.8	14.4	9.4	8.6	8.4	11.7
	4	(.3)	1.6	3.5	(2.5)	7.1	26.5	34.8	3.5	13.1	8.6	(5.0)	(5.7)	5.7
2006	1	(1.2)	1.9	—	(3.7)	2.1	13.4	34.7	9.1	15.8	10.3	(1.5)	(1.8)	(.1)
	2	2.4	4.5	3.6	.6	.9	21.0	34.6	17.2	15.7	10.3	(1.0)	(1.5)	(12.9)
	3	3.5	5.1	.1	2.4	4.7	(13.5)	34.1	9.1	15.0	9.9	1.6	1.5	3.2
	4	6.2	7.6	3.4	6.6	3.4	(9.2)	34.5	11.9	13.7	8.9	6.1	6.1	6.6
2007	1	5.0	7.9	5.4	3.5	6.7	10.7	34.6	13.9	16.7	10.9	9.0	9.0	12.2
	2	2.2	5.6	1.8	1.0	3.9	1.7	34.6	9.3	16.6	10.9	4.7	4.8	14.1

* Diluted basis. See definition of operating earnings on cover page

** See definition of operating earnings on cover page

Annual amounts adjusted to reflect SFAS No. 123R beginning in 2002; quarterly percentage changes beginning in 2003

Equity per share amounts have been adjusted for adoption of SAB108 on January 1, 2006

Aflac Incorporated and Subsidiaries

Currency Impact on Operating Earnings Per Share
(Diluted Basis)

		Reported	Reported	QTD	YTD	EPS	EPS			Reported	Reported	QTD	YTD	EPS	EPS
		EPS*	Growth	Yen	Yen	Excl.	Growth			EPS*	Growth	Yen	Yen	Excl.	Growth
			%	Effect	Effect*	1 Yr. Yen	Ex. 1 Yr.				%	Effect	Effect*	1 Yr. Yen	Ex. 1 Yr.
						Impact*	Yen Impact							Impact*	Yen Impact
2000	1	\$.29	20.8 %	.01	.01	\$.28	16.7 %	2004	1	\$.55	22.2 %	.03	.03	\$.52	15.6 %
	2	.30	25.0	.02	.03	.28	16.7		2	.55	25.0	.02	.05	.53	20.5
	3	.31	19.2	.01	.03	.30	15.4		3	.57	23.9	.02	.07	.55	19.6
	4	.31	19.2	-	.02	.31	19.2		4	.57	16.3	.01	.08	.56	14.3
		<u>\$ 1.20</u>	<u>20.0 %</u>			<u>\$ 1.18</u>	<u>18.0 %</u>			<u>\$ 2.23</u>	<u>21.2 %</u>			<u>\$ 2.15</u>	<u>16.8 %</u>
2001	1	\$.33	13.8 %	(.01)	(.01)	\$.34	17.2 %	2005	1	\$.66	20.0 %	.01	.01	\$.65	18.2 %
	2	.33	10.0	(.02)	(.03)	.35	16.7		2	.64	16.4	.01	.02	.63	14.5
	3	.34	11.1	(.02)	(.05)	.36	16.1		3	.66	15.8	-	.02	.66	15.8
	4	.34	9.7	(.02)	(.07)	.36	16.1		4	.59	3.5	(.03)	(.02)	.62	8.8
		<u>\$ 1.34</u>	<u>11.7 %</u>			<u>\$ 1.41</u>	<u>17.5 %</u>			<u>\$ 2.54</u>	<u>13.9 %</u>			<u>\$ 2.56</u>	<u>14.8 %</u>
2002	1	\$.35	9.1 %	(.02)	(.02)	\$.37	15.2 %	2006	1	\$.72	9.1	(.04)	(.04)	\$.76	15.2 %
	2	.36	15.2	(.01)	(.03)	.37	18.2		2	.75	17.2	(.02)	(.06)	.77	20.3
	3	.38	17.6	.01	(.02)	.37	14.7		3	.72	9.1	(.02)	(.08)	.74	12.1
	4	.40	23.5	-	(.02)	.40	23.5		4	.66	11.9	-	(.08)	.66	11.9
		<u>\$ 1.49</u>	<u>16.4 %</u>			<u>\$ 1.51</u>	<u>17.9 %</u>			<u>\$ 2.85</u>	<u>12.2 %</u>			<u>\$ 2.93</u>	<u>15.4 %</u>
2003	1	\$.45	32.4 %	.02	.02	\$.43	22.9 %	2007	1	.82	13.9	(.01)	(.01)	.83	15.3 %
	2	.44	22.2	.02	.04	.42	16.7		2	.82	9.3	(.02)	(.03)	.84	12.0
	3	.46	21.1	-	.04	.46	21.1		3						
	4	.49	19.5	.02	.06	.47	17.5		4						
		<u>\$ 1.84</u>	<u>23.5 %</u>			<u>\$ 1.78</u>	<u>19.5 %</u>			<u>\$ 1.64</u>	<u>11.6 %</u>			<u>\$ 1.67</u>	<u>13.6 %</u>

* Addition of quarters may not equal annual amounts due to rounding

Quarterly amounts adjusted to reflect SFAS No. 123R beginning in 2002; percentage changes beginning in 2003

Aflac Incorporated and Subsidiaries

Unrealized Gains (Losses) on Investment Securities
(In Millions)

	December 31,					June 30,	
	2002	2003	2004	2005	2006	2006	2007
Debt Securities*:							
At amortized cost	\$ 34,275	\$ 40,014	\$ 44,930	\$ 45,154	\$ 48,913	\$ 48,378	\$ 49,794
At market	<u>37,583</u>	<u>43,519</u>	<u>48,631</u>	<u>47,603</u>	<u>50,606</u>	<u>47,909</u>	<u>50,253</u>
Unrealized gains (losses)	<u>3,308</u>	<u>3,505</u>	<u>3,701</u>	<u>2,449</u>	<u>1,693</u>	<u>(469)</u>	<u>459</u>
Equity Securities:							
At cost	262	33	34	30	15	17	15
At market	<u>258</u>	<u>73</u>	<u>77</u>	<u>84</u>	<u>25</u>	<u>54</u>	<u>24</u>
Unrealized gains (losses)	<u>(4)</u>	<u>40</u>	<u>43</u>	<u>54</u>	<u>10</u>	<u>37</u>	<u>9</u>
Total Portfolio:							
At cost	34,537	40,047	44,964	45,184	48,928	48,395	49,809
At market	<u>37,841</u>	<u>43,592</u>	<u>48,708</u>	<u>47,687</u>	<u>50,631</u>	<u>47,963</u>	<u>50,277</u>
Unrealized gains (losses)	<u>\$ 3,304</u>	<u>\$ 3,545</u>	<u>\$ 3,744</u>	<u>\$ 2,503</u>	<u>\$ 1,703</u>	<u>\$ (432)</u>	<u>\$ 468</u>

	June 30,					June 30,	
	2002	2003	2004	2005	2006	2006	2007
Gross unrealized gains	\$ 4,336	\$ 4,418	\$ 4,502	\$ 3,597	\$ 2,845	\$ 2,087	\$ 2,140
Gross unrealized losses	<u>(1,032)</u>	<u>(873)</u>	<u>(758)</u>	<u>(1,094)</u>	<u>(1,142)</u>	<u>(2,519)</u>	<u>(1,672)</u>
Unrealized gains (losses)	<u>\$ 3,304</u>	<u>\$ 3,545</u>	<u>\$ 3,744</u>	<u>\$ 2,503</u>	<u>\$ 1,703</u>	<u>\$ (432)</u>	<u>\$ 468</u>

Supplemental Investment Data by Segment

						3 Months Ended		6 Months Ended	
	2002	2003	2004	2005	2006	June 30,		June 30,	
						2006	2007	2006	2007
Aflac Japan:									
Invested assets (in millions)**	¥ 3,612,678	¥ 3,736,891	¥ 4,107,309	¥ 4,598,348	¥ 5,011,702	¥ 4,811,778	¥ 5,280,943	¥ 4,811,778	¥ 5,280,943
Return on avg. invested assets***	4.67 %	4.45 %	4.26 %	4.14 %	4.11 %	4.08 %	4.10 %	4.10 %	4.10 %
Portfolio yield at end of period	4.73	4.54	4.35	4.22	4.14	4.17	4.09	4.17	4.09
New money yield - yen only	3.65	3.20	2.94	2.95	3.10	3.21	3.20	3.01	3.18
New money yield - blended	3.93	3.61	3.13	3.19	3.33	3.36	3.58	3.23	3.47
Aflac U.S.:									
Invested assets (in millions)**	\$ 4,581	\$ 5,355	\$ 8,476	\$ 6,481	\$ 7,065	\$ 6,785	\$ 7,585	\$ 6,785	\$ 7,585
Return on avg. invested assets***	7.56 %	7.36 %	6.68 %	6.54 %	6.86 %	6.84 %	6.73 %	6.78 %	6.78 %
Portfolio yield at end of period	7.98	7.56	7.39	7.24	7.15	7.19	7.01	7.19	7.01
New money yield	7.58	6.52	6.30	6.16	6.44	6.54	6.51	6.37	6.40

* Includes perpetual debentures

** At original amortized cost

*** Net of investment expenses, year-to-date number reflected on a quarterly average basis

Aflac Incorporated and Subsidiaries

Credit Ratings on Debt Securities

(At Amortized Cost)

	December 31,					June 30,	
	2002	2003	2004	2005	2006	2006	2007
AAA	2.3 %	3.1 %	3.5 %	4.0 %	5.8 %	4.4 %	6.6 %
AA	34.6	31.0	32.7	33.7	35.0	35.6	44.0
A	36.8	33.9	36.2	38.9	39.4	37.9	31.5
BBB	24.0	29.2	25.8	21.1	17.2	20.0	16.0
BB or Lower	2.3	2.8	1.8	2.3	2.6	2.1	1.9
	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

Below-Investment-Grade Holdings

(In Millions)

	December 31, 2006			June 30, 2007		
	Amortized Cost	Fair Value	Unrealized gains (losses)	Amortized Cost	Fair Value	Unrealized gains (losses)
Ahold Finance	\$ 300	\$ 244	\$ (55)	\$ 291	\$ 235	\$ (56)
Ford Motor Credit Company	252	229	(23)	243	223	(20)
KLM Royal Dutch Airlines	252	229	(23)	*	*	*
CSAV (Tollo Shipping Co. S.A.)	201	145	(56)	195	136	(59)
Ford Motor Company	122	100	(22)	122	102	(20)
BAWAG Capital Finance Jersey	118	103	(15)	113	97	(16)
Tennessee Gas Pipeline	30	35	5	*	*	*
Total	<u>\$ 1,275</u>	<u>\$ 1,085</u>	<u>\$ (189)</u>	<u>\$ 964</u>	<u>\$ 793</u>	<u>\$ (171)</u>

* Investment grade at respective reporting date

Statements of Earnings
 (Before Management Fee)
 (Unaudited GAAP)
 (In Millions)

	<u>Years Ended December 31,</u>					<u>3 Months Ended June 30,</u>			<u>6 Months Ended June 30,</u>		
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2006</u>	<u>2007</u>	<u>%</u> <u>Change</u>	<u>2006</u>	<u>2007</u>	<u>%</u> <u>Change</u>
Revenues:											
Premiums	\$ 2,221	\$ 2,594	\$ 2,935	\$ 3,245	\$ 3,552	\$ 878	\$ 972	10.7 %	\$ 1,744	\$ 1,933	10.8 %
Net investment income	331	362	396	421	465	115	124	8.4	225	246	9.4
Other income and realized foreign currency translations	9	9	9	10	10	1	3		4	5	
Total revenues	<u>2,561</u>	<u>2,965</u>	<u>3,340</u>	<u>3,676</u>	<u>4,027</u>	<u>994</u>	<u>1,099</u>	<u>10.6</u>	<u>1,973</u>	<u>2,184</u>	<u>10.7</u>
Benefits and expenses:											
Incurred claims	1,074	1,252	1,424	1,565	1,557	415	449	8.3	831	853	2.6
Increase in future policy benefits	285	333	379	426	612	112	135	20.3	219	303	38.3
Amortization of deferred policy acquisition costs	176	209	245	258	290	70	79	11.8	145	159	9.5
General operating expenses	632	726	795	902	983	247	265	7.6	481	529	9.8
Total benefits and expenses	<u>2,167</u>	<u>2,520</u>	<u>2,843</u>	<u>3,151</u>	<u>3,442</u>	<u>844</u>	<u>928</u>	<u>10.0</u>	<u>1,676</u>	<u>1,844</u>	<u>9.9</u>
Pretax operating earnings:	<u>\$ 394</u>	<u>\$ 445</u>	<u>\$ 497</u>	<u>\$ 525</u>	<u>\$ 585</u>	<u>\$ 150</u>	<u>\$ 171</u>	<u>14.1 %</u>	<u>\$ 297</u>	<u>\$ 340</u>	<u>14.7 %</u>
Realized capital gains, net of taxes	<u>(16)</u>	<u>(7)</u>	<u>4</u>	<u>(3)</u>	<u>6</u>	<u>(3)</u>	<u>8</u>		<u>(6)</u>	<u>9</u>	

Balance Sheets
(Unaudited GAAP)
(In Millions)

	<u>December 31,</u>					<u>June 30,</u>	
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2006</u>	<u>2007</u>
Assets:							
Investments and cash	\$ 4,824	\$ 5,866	\$ 9,124	\$ 7,040	\$ 7,486	\$ 6,893	\$ 7,762
Receivables, principally premiums	224	267	248	296	330	312	316
Accrued investment income	85	89	96	104	122	109	127
Deferred policy acquisition costs	1,410	1,604	1,783	1,966	2,168	2,046	2,258
Other assets	129	140	142	141	143	140	138
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	\$ <u>6,672</u>	\$ <u>7,966</u>	\$ <u>11,393</u>	\$ <u>9,547</u>	\$ <u>10,249</u>	\$ <u>9,500</u>	\$ <u>10,601</u>
Liabilities and Shareholders' Equity:							
Future policy benefits	\$ 2,642	\$ 2,975	\$ 3,354	\$ 3,780	\$ 4,391	\$ 3,999	\$ 4,694
Policy and contract claims	497	593	708	848	816	896	823
Unearned premium	98	103	102	104	106	107	110
Other policyholder funds	42	62	33	40	52	51	52
Deferred income taxes	428	525	533	596	642	533	626
Other liabilities	270	443	3,244	733	714	703	1,155
Shareholders' equity	2,695	3,265	3,419	3,446	3,528	3,211	3,141
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities & shareholders' equity	\$ <u>6,672</u>	\$ <u>7,966</u>	\$ <u>11,393</u>	\$ <u>9,547</u>	\$ <u>10,249</u>	\$ <u>9,500</u>	\$ <u>10,601</u>

Amounts have been adjusted for adoption of SAB108 on January 1, 2006

Quarterly Statements of Earnings and Percentage Changes
(Unaudited GAAP – Restated to conform to current classifications)
(In Millions)

		Earned	%	Net	%	Total	%	Total	%	Amort.	%	General	%	Total	%	Pretax	%
		Prem.	Change	Invest.	Change	Rev.	Change	Ben.	Change		Change	Oper.	Change	Oper.	Change	Oper.	Change
				Income								Exp.		Exp.		Earn.	
1999	1	330	13.9	58	12.8	388	13.3	205	12.1	23	10.6	97	17.9	121	16.4	63	11.4
	2	334	14.0	59	11.2	394	13.5	208	12.9	26	9.0	97	16.1	123	14.5	63	13.8
	3	346	13.7	62	12.6	409	13.4	217	15.3	25	13.9	101	11.2	126	11.7	65	10.6
	4	349	12.1	65	15.6	415	12.6	215	10.9	31	31.2	103	13.2	134	16.9	65	9.9
2000	1	374	13.4	67	15.2	442	13.7	235	14.7	28	18.4	109	12.0	137	13.3	70	11.4
	2	377	13.0	68	14.4	447	13.3	236	13.5	31	17.2	109	12.4	139	13.4	71	12.3
	3	395	14.2	70	13.5	467	14.3	248	14.0	31	24.7	113	11.6	144	14.1	75	15.4
	4	408	17.0	72	10.0	481	16.0	250	16.1	35	13.0	122	18.1	157	16.9	74	13.8
2001	1	439	17.4	73	9.1	513	16.2	272	15.6	33	19.8	127	16.3	160	17.0	81	16.7
	2	451	19.5	75	10.4	529	18.4	277	17.3	39	26.4	128	17.8	167	19.7	85	19.6
	3	471	19.2	77	9.5	550	17.8	290	16.8	36	15.7	139	22.9	175	21.3	85	14.0
	4	483	18.4	79	9.4	563	17.1	294	17.7	42	20.0	134	10.4	176	12.6	93	24.4
2002	1	524	19.5	80	9.3	606	18.0	320	17.8	42	26.8	154	19.1	196	20.7	90	13.5
	2	544	20.5	81	8.6	627	18.6	336	21.4	43	11.6	152	17.3	195	16.0	96	14.8
	3	568	20.5	84	9.4	654	19.0	350	20.8	42	17.5	164	16.8	206	17.0	98	17.2
	4	586	21.3	86	9.4	674	19.6	353	20.0	49	16.8	162	19.0	211	18.5	110	20.7
2003	1	624	19.0	88	9.9	714	17.8	383	19.8	50	18.9	175	14.2	225	15.2	106	16.6
	2	637	17.2	87	7.1	727	15.9	389	15.7	51	18.0	184	21.1	234	20.4	103	7.2
	3	660	16.3	92	9.4	755	15.3	403	15.3	48	14.7	189	14.1	236	14.2	115	17.6
	4	673	14.9	95	10.7	771	14.3	410	16.2	60	21.9	179	10.6	239	13.2	122	10.6
2004	1	710	13.9	97	10.6	810	13.4	435	13.5	59	18.0	194	11.2	253	12.7	121	14.7
	2	726	14.0	98	12.7	827	13.8	446	14.7	61	19.5	200	8.6	261	11.0	120	17.2
	3	745	12.8	100	8.4	847	12.3	459	13.9	59	22.8	202	7.5	261	10.6	127	10.1
	4	753	11.9	101	6.1	857	11.2	463	12.8	66	10.0	199	11.3	265	10.9	129	6.0
2005	1	787	10.7	102	5.2	891	10.1	480	10.2	64	8.7	214	10.3	278	9.9	133	9.7
	2	803	10.6	104	6.2	910	10.0	494	10.8	62	1.2	224	12.1	286	9.6	130	8.3
	3	820	10.1	107	7.4	929	9.7	508	10.6	60	1.3	228	12.9	288	10.3	133	5.1
	4	835	10.8	108	7.1	945	10.3	509	10.0	72	9.6	235	18.3	307	16.1	129	(.3)
2006	1	866	10.1	110	8.3	980	10.0	523	9.0	75	16.3	235	10.0	310	11.3	147	10.4
	2	878	9.3	115	10.0	994	9.2	527	6.7	70	13.6	247	9.8	317	10.5	150	15.1
	3	898	9.5	120	12.1	1,021	9.8	545	7.3	68	12.4	246	7.8	314	8.6	162	21.7
	4	910	9.0	120	11.0	1,033	9.3	574	12.7	77	7.5	256	8.4	333	8.2	126	(1.8)
2007	1	961	10.9	122	10.3	1,085	10.7	572	9.3	80	7.4	264	12.1	344	11.0	169	15.4
	2	972	10.7	124	8.4	1,099	10.6	584	10.8	79	11.8	265	7.6	344	8.5	171	14.1

Adjusted to reflect SFAS No. 123R beginning in 2002; percentage changes beginning in 2003

Operating Ratios
(Before Management Fee)

	<u>Period</u>	<u>Premium Persistence Rate</u>	<u>Incurred Claims/ Total Rev.</u>	<u>Tot. Ben./ Total Revenues</u>	<u>Amort./ Premium</u>	<u>Tot. Oper. Expenses/ Total Rev.</u>	<u>Combined Ratio/ Total Rev.</u>	<u>Pretax Profit Margin</u>
	1997	77.7 %	41.0 %	53.7 %	7.3 %	31.5 %	85.2 %	14.8 %
	1998	75.9	41.1	52.8	7.6	31.0	83.8	16.2
	1999	76.3	41.4	52.6	7.8	31.4	84.0	16.0
	2000	74.8	41.2	52.8	8.0	31.4	84.2	15.8
	2001	74.0	41.2	52.5	8.1	31.5	84.0	16.0
	2002	74.6	41.9	53.1	7.9	31.5	84.6	15.4
	2003	74.0	42.2	53.5	8.1	31.5	85.0	31.5
	2004	73.7	42.6	54.0	8.4	31.1	85.1	14.9
	2005	74.4	42.6	54.2	8.0	31.5	85.7	14.3
	2006	73.9	38.7	53.9	8.2	31.6	85.5	14.5
2004	1	72.5	42.1	53.8	8.3	31.2	85.0	15.0
	2	73.4	42.1	53.9	8.4	31.6	85.5	14.5
	3	73.8	43.3	54.2	8.0	30.8	85.0	15.0
	4	73.7	43.0	54.0	8.7	30.9	84.9	15.1
2005	1	73.2	41.4	53.9	8.2	31.2	85.1	14.9
	2	74.1	43.4	54.2	7.7	31.5	85.7	14.3
	3	74.8	43.0	54.7	7.3	30.9	85.6	14.4
	4	74.4	42.4	53.9	8.6	32.5	86.4	13.6
2006	1	72.5	42.5	53.4	8.6	31.6	85.0	15.0
	2	73.4	41.7	53.0	8.0	31.9	84.9	15.1
	3	73.9	42.0	53.4	7.5	30.7	84.1	15.9
	4	73.9	28.8	55.6	8.5	32.2	87.8	12.2
2007	1	73.0	37.2	52.7	8.3	31.7	84.4	15.6
	2	73.4	40.9	53.1	8.1	31.3	84.4	15.6

Annual percentages adjusted to reflect SFAS No. 123R beginning in 2002; quarterly percentage changes beginning in 2003

Aflac U.S. Sales Results
(In Millions)

	Period	Annl. Prem. In Force	% Change	New Annl. Prem. Sales	% Change	Convers. Prem.	Total New Prem.	% Change
	1997	\$ 1,216	14.7 %	\$ 391	23.8 %	\$ 10	\$ 401	22.7 %
	1998	1,393	14.6	469	20.0	13	482	20.3
	1999	1,592	14.3	544	16.0	11	555	15.1
	2000	1,861	16.9	701	28.8	11	712	28.3
	2001	2,238	20.3	908	29.5	11	919	29.1
	2002	2,674	19.5	1,059	16.6	11	1,070	16.4
	2003	3,043	13.8	1,111	4.9	17	1,128	5.4
	2004	3,374	10.9	1,156	4.0	30	1,186	5.1
	2005	3,711	10.0	1,235	6.8	24	1,259	6.1
	2006	4,101	10.5	1,395	13.0	28	1,423	13.1
2003	1	2,731	18.4	252	8.9	4	256	8.8
	2	2,819	16.6	261	3.7	3	264	4.0
	3	2,902	15.3	259	.6	4	263	1.0
	4	3,043	13.8	339	6.6	6	345	7.7
2004	1	3,117	14.1	278	10.2	14	292	13.8
	2	3,190	13.2	275	5.2	6	281	6.4
	3	3,251	12.0	265	2.1	5	270	2.7
	4	3,374	10.9	339	-	4	343	(.5)
2005	1	3,421	9.8	275	(1.0)	11	286	(2.1)
	2	3,506	9.9	302	9.9	5	307	9.2
	3	3,585	10.3	292	10.6	5	297	10.0
	4	3,711	10.0	365	7.7	4	369	7.5
2006	1	3,759	9.9	306	11.4	12	318	11.4
	2	3,836	9.4	321	6.2	6	327	6.3
	3	3,919	9.3	326	11.4	6	332	11.7
	4	4,101	10.5	442	21.0	5	447	21.2
2007	1	4,160	10.7	339	10.6	13	352	10.6
	2	4,241	10.6	359	11.9	6	365	11.8

Aflac U.S. Product Mix
(New Annualized Premium Sales, in Millions)

	<u>Accident/ STD</u>	<u>% of Total</u>	<u>Cancer</u>	<u>% of Total</u>	<u>HIP</u>	<u>% of Total</u>	<u>Dental</u>	<u>% of Total</u>	<u>Other</u>	<u>% of Total</u>
2001	\$ 482	52.5 %	\$ 217	23.6 %	\$ 54	5.9 %	\$ 60	6.5 %	\$ 106	11.5 %
2002	543	50.8	228	21.3	107	10.0	72	6.7	120	11.2
2003	581	51.5	229	20.3	125	11.1	74	6.6	119	10.5
2004	614	51.8	236	19.9	131	11.0	83	7.0	122	10.3
2005	647	51.4	233	18.5	140	11.1	97	7.7	142	11.3
2006	740	52.0	249	17.5	177	12.4	91	6.4	166	11.7
2005 1	149	52.2	54	18.8	31	10.8	23	8.1	29	10.1
2	162	52.6	55	18.0	34	11.0	25	8.2	31	10.2
3	152	51.0	51	17.3	32	10.8	24	8.2	38	12.7
4	185	50.0	73	19.8	43	11.8	24	6.6	44	11.8
2006 1	165	51.9	55	17.2	39	12.3	23	7.1	36	11.5
2	170	51.9	54	16.5	41	12.5	23	7.0	39	12.1
3	171	51.6	54	16.2	43	12.9	23	6.8	41	12.5
4	234	52.3	86	19.3	54	12.1	23	5.2	50	11.1
2007 1	181	51.6	58	16.4	46	13.1	22	6.1	45	12.8
2	190	52.0	58	16.0	49	13.5	23	6.2	45	12.3

Aflac U.S. Sales Force Data

	<u>Recruited Agents</u>	<u>% Increase</u>	<u>Licensed Sales Associates</u>	<u>% Increase</u>	<u>Weekly Average Producers</u>	<u>% Increase</u>
2001	18,029	27.6 %	43,188	15.1 %		
2002	22,581	25.2	53,149	23.1	9,136	
2003	23,079	2.2	57,493	8.2	9,269	1.5
2004	22,407	(2.9)	58,992	2.6	9,656	4.2
2005	24,209	8.0	63,008	6.8	9,712	.6
2006	26,108	7.8	68,394	8.5	10,330	6.4
2006 1	6,700	4.2	63,307	5.0	10,155	4.9
2	6,774	.8	64,576	5.8	9,952	2.7
3	6,554	13.5	67,134	8.4	10,190	7.6
4	6,080	15.1	68,394	8.5	11,021	10.3
2007 1	5,963	(11.0)	69,067	9.1	10,844	6.8
2	6,519	(3.8)	70,719	9.5	10,621	6.7

Statements of Earnings
(Unaudited GAAP – Yen in Millions)
(Before Management Fee)

	Years Ended December 31,					3 Months Ended June 30,			6 Months Ended June 30,		
	2002	2003	2004	2005	2006	2006	2007	% Change	2006	2007	% Change
Revenues:											
Premiums	¥ 797,001	¥ 848,127	¥ 905,157	¥ 962,553	¥ 1,019,506	¥ 253,486	¥ 264,454	4.3 %	¥ 503,625	¥ 526,801	4.6 %
Net investment income:											
Yen denominated	113,121	116,214	117,616	122,220	123,821	30,635	32,227	5.2	60,764	64,098	5.5
US\$ denominated	46,570	48,397	50,830	57,962	72,614	17,679	21,200	19.9	35,284	41,437	17.4
Total investment income	159,691	164,611	168,446	180,182	196,435	48,314	53,427	10.6	96,048	105,535	9.9
Other income and realized foreign currency translations	42	2,108	1,993	3,393	2,899	622	1,176		1,317	2,249	
Total revenues	<u>956,734</u>	<u>1,014,846</u>	<u>1,075,596</u>	<u>1,146,128</u>	<u>1,218,840</u>	<u>302,422</u>	<u>319,057</u>	5.5	<u>600,990</u>	<u>634,585</u>	5.6
Benefits and expenses:											
Incurred claims	399,794	449,960	464,024	488,555	478,183	121,728	129,688	6.5	244,150	261,297	7.0
Increase in future policy benefits	254,256	237,995	258,401	270,646	318,542	74,682	73,442	(1.7)	146,198	143,355	(1.9)
Amortization of deferred policy acquisition costs	26,090	29,575	29,661	31,252	33,127	8,353	9,166	9.7	16,492	18,026	9.3
General operating expenses	162,379	167,165	174,235	189,233	196,864	48,241	51,104	5.9	95,005	100,677	6.0
Total benefits and expenses	<u>842,519</u>	<u>884,695</u>	<u>926,321</u>	<u>979,686</u>	<u>1,026,716</u>	<u>253,004</u>	<u>263,400</u>	4.1	<u>501,845</u>	<u>523,355</u>	4.3
Pretax operating earnings:	¥ <u>114,215</u>	¥ <u>130,151</u>	¥ <u>149,275</u>	¥ <u>166,442</u>	¥ <u>192,124</u>	¥ <u>49,418</u>	¥ <u>55,657</u>	12.6 %	¥ <u>99,145</u>	¥ <u>111,230</u>	12.2 %
Realized capital gains, net of taxes	220	(19,842)	(1,121)	19,253	5,081	4,021	148		5,301	1,027	

Statements of Earnings
(Unaudited GAAP – Dollars in Millions)
(Before Management Fee)

	Years Ended December 31,					3 Months Ended June 30,			6 Months Ended June 30,		
	2002	2003	2004	2005	2006	2006	2007	%	2006	2007	%
Revenues:											
Premiums	\$ 6,373	\$ 7,326	\$ 8,368	\$ 8,745	\$ 8,762	\$ 2,215	\$ 2,190	(1.1) %	\$ 4,354	\$ 4,385	.7 %
Net investment income											
Yen denominated	905	1,003	1,087	1,111	1,064	268	267	(.3)	525	534	1.6
US\$ denominated	371	418	470	524	624	154	175	13.6	305	344	13.1
Total investment income	1,276	1,421	1,557	1,635	1,688	422	442	4.8	830	878	5.8
Other income and realized foreign currency translations	1	18	18	31	25	5	10		12	19	
Total revenues	7,650	8,765	9,943	10,411	10,475	2,642	2,642	-	5,196	5,282	1.7
Benefits and expenses:											
Incurred claims	3,188	3,883	4,289	4,440	4,111	1,064	1,074	.9	2,111	2,175	3.1
Increase in future policy benefits	2,042	2,060	2,390	2,458	2,736	652	608	(6.8)	1,264	1,193	(5.6)
Amortization of deferred policy acquisition costs	209	255	274	284	285	73	76	4.0	143	150	5.3
Operating expenses	1,299	1,445	1,611	1,714	1,691	421	423	.4	821	838	2.0
Total benefits and expenses	6,738	7,643	8,564	8,896	8,823	2,210	2,181	(1.3)	4,339	4,356	.4
Pretax operating earnings:	\$ 912	\$ 1,122	\$ 1,379	\$ 1,515	\$ 1,652	\$ 432	\$ 461	6.7 %	\$ 857	\$ 926	8.0 %
Realized capital gains, net of taxes	2	(184)	(10)	170	44	35	1		46	9	

Balance Sheets
(Unaudited GAAP – Yen in Millions)

	December 31,					June 30,	
	2002	2003	2004	2005	2006	2006	2007
Assets:							
Investments and cash	¥ 4,077,399	¥ 4,060,588	¥ 4,431,441	¥ 4,887,987	¥ 5,221,871	¥ 4,896,878	¥ 5,435,632
Receivables, principally premiums	26,038	31,128	19,061	34,995	26,375	23,296	27,615
Accrued investment income	39,398	39,306	41,472	44,687	49,151	46,810	52,977
Deferred policy acquisition costs	343,845	368,535	397,261	427,894	459,404	443,628	473,061
Other assets	67,464	69,937	66,588	59,215	61,758	58,831	61,258
Total assets	¥ 4,554,144	¥ 4,569,494	¥ 4,955,823	¥ 5,454,778	¥ 5,818,559	¥ 5,469,443	¥ 6,050,543
Liabilities and Shareholders' Equity:							
Future policy benefits	¥ 3,255,817	¥ 3,493,717	¥ 3,752,099	¥ 4,022,749	¥ 4,341,223	¥ 4,168,915	¥ 4,484,505
Policy and contract claims	150,531	162,996	171,550	195,597	187,495	200,740	194,915
Unearned premiums	39,565	44,323	51,130	57,920	64,147	60,002	64,224
Other policyholder funds	84,639	102,718	126,523	157,937	180,160	169,237	191,704
Income taxes (prim. deferred)	221,156	168,121	203,271	229,928	215,319	160,080	213,589
Other liabilities	226,070	98,159	90,311	141,923	141,515	160,204	208,061
Shareholders' equity	576,366	499,460	560,939	648,724	688,700	550,265	693,545
Total liabilities & shareholders' equity	¥ 4,554,144	¥ 4,569,494	¥ 4,955,823	¥ 5,454,778	¥ 5,818,559	¥ 5,469,443	¥ 6,050,543

Balance Sheets
(Unaudited GAAP – Dollars in Millions)

	December 31,					June 30,	
	2002	2003	2004	2005	2006	2006	2007
Assets:							
Investments and cash	\$ 34,007	\$ 37,903	\$ 42,524	\$ 41,399	\$ 43,841	\$ 42,493	\$ 44,099
Receivables, principally premiums	217	291	183	296	221	202	224
Accrued investment income	329	367	398	378	413	406	430
Deferred policy acquisition costs	2,868	3,440	3,812	3,624	3,857	3,850	3,838
Other assets	<u>562</u>	<u>653</u>	<u>639</u>	<u>503</u>	<u>518</u>	<u>510</u>	<u>497</u>
Total assets	<u>\$ 37,983</u>	<u>\$ 42,654</u>	<u>\$ 47,556</u>	<u>\$ 46,200</u>	<u>\$ 48,850</u>	<u>\$ 47,461</u>	<u>\$ 49,088</u>
Liabilities and Shareholders' Equity:							
Future policy benefits	\$ 27,154	\$ 32,612	\$ 36,005	\$ 34,071	\$ 36,447	\$ 36,176	\$ 36,382
Policy and contract claims	1,255	1,521	1,646	1,657	1,574	1,742	1,581
Unearned premiums	330	414	491	491	539	521	521
Other policyholder liabilities	706	959	1,214	1,338	1,513	1,469	1,555
Income taxes (prim. deferred)	1,845	1,570	1,950	1,947	1,808	1,389	1,733
Other liabilities	1,886	916	867	1,202	1,187	1,389	1,689
Shareholders' equity	<u>4,807</u>	<u>4,662</u>	<u>5,383</u>	<u>5,494</u>	<u>5,782</u>	<u>4,775</u>	<u>5,627</u>
Total liabilities & shareholders' equity	<u>\$ 37,983</u>	<u>\$ 42,654</u>	<u>\$ 47,556</u>	<u>\$ 46,200</u>	<u>\$ 48,850</u>	<u>\$ 47,461</u>	<u>\$ 49,088</u>

Quarterly Statements of Earnings and Percentage Changes
(Unaudited GAAP – Yen in Millions)

		Earned	%	Net	%	Total	%	Total	%	%	General	%	Total	%	Pretax	%	
		Premiums	Change	Investment	Change	Revenues	Change	Benefits	Change	Amort.	Change	Operating	Change	Operating	Change	Oper.	Change
				Income								Expense		Expense		Earn.	
1999	1	163,023	7.8	30,512	5.5	193,547	7.3	139,339	5.7	3,926	16.6	31,819	9.4	35,745	10.1	18,463	15.0
	2	166,095	8.3	31,713	5.5	197,968	7.9	141,859	6.0	4,510	23.1	33,187	11.0	37,697	12.4	18,412	13.6
	3	170,953	9.4	31,720	3.7	202,875	8.5	145,852	7.4	4,242	17.0	33,543	9.8	37,785	10.7	19,238	13.0
	4	172,872	8.6	32,386	6.3	205,325	8.3	147,200	6.8	4,575	19.8	35,852	13.6	40,427	14.3	17,698	7.6
2000	1	176,207	8.1	32,761	7.4	208,994	8.0	148,199	6.4	4,462	13.7	36,186	13.7	40,648	13.7	20,147	9.1
	2	178,487	7.5	33,568	5.8	212,631	7.4	150,553	6.1	4,890	8.4	36,788	10.9	41,678	10.6	20,400	10.8
	3	181,093	5.9	34,439	8.6	215,679	6.3	153,346	5.1	4,870	14.8	36,495	8.8	41,365	9.5	20,968	9.0
	4	183,221	6.0	34,949	7.9	218,149	6.2	155,244	5.5	4,953	8.3	36,553	2.0	41,506	2.7	21,399	20.9
2001	1	185,568	5.3	36,019	9.9	221,531	6.0	155,271	4.8	5,471	22.6	36,745	1.5	42,216	3.9	24,044	19.3
	2	187,613	5.1	37,284	11.1	225,098	5.9	156,152	3.7	5,600	14.5	38,655	5.1	44,255	6.2	24,691	21.0
	3	190,307	5.1	37,903	10.1	228,310	5.9	157,737	2.9	5,288	8.6	39,609	8.5	44,897	8.5	25,676	22.5
	4	192,108	4.9	38,707	10.8	230,766	5.8	159,250	2.6	5,296	6.9	40,610	11.1	45,906	10.6	25,610	19.7
2002	1	195,276	5.2	39,784	10.5	234,806	6.0	160,780	3.5	6,253	14.3	39,278	4.8	45,531	6.0	28,495	21.7
	2	197,203	5.1	39,878	7.0	237,332	5.4	161,727	3.6	6,694	19.5	39,977	1.4	46,671	3.7	28,934	20.4
	3	200,982	5.6	39,502	4.2	240,533	5.4	165,145	4.7	6,766	28.0	40,636	.5	47,402	3.7	27,986	12.2
	4	203,540	6.0	40,527	4.7	244,063	5.8	166,398	4.5	6,377	20.4	42,489	2.7	48,866	4.7	28,799	15.5
2003	1	207,894	6.5	40,594	2.0	249,143	6.1	168,486	4.8	7,429	18.8	39,967	1.8	47,396	4.1	33,262	16.7
	2	209,745	6.4	41,220	3.4	251,551	6.0	170,470	5.4	7,594	13.4	40,691	1.8	48,285	3.5	32,796	13.3
	3	213,693	6.3	41,759	5.7	256,087	6.5	172,722	4.6	7,590	12.2	43,673	7.5	51,263	8.1	32,102	14.7
	4	216,794	6.5	41,037	1.3	258,064	5.7	176,277	5.9	6,962	9.2	42,834	.8	49,796	1.9	31,991	11.1
2004	1	221,283	6.4	40,342	(.6)	262,062	5.2	176,207	4.6	7,656	3.1	41,780	4.5	49,436	4.3	36,419	9.5
	2	224,011	6.8	42,206	2.4	266,636	6.0	177,997	4.4	7,248	(4.6)	44,136	8.5	51,384	6.4	37,254	13.6
	3	228,387	6.9	42,880	2.7	271,764	6.1	183,076	6.0	7,195	(5.2)	43,445	(.5)	50,639	(1.2)	38,049	18.5
	4	231,477	6.8	43,018	4.8	275,134	6.6	185,145	5.0	7,562	8.6	44,873	4.8	52,435	5.3	37,554	17.4
2005	1	235,596	6.5	42,935	6.4	279,283	6.6	186,718	6.0	7,583	(1.0)	43,269	4.9	50,852	2.9	41,713	14.5
	2	238,728	6.6	44,321	5.0	283,896	6.5	186,860	5.0	7,716	6.5	47,625	7.9	55,341	7.7	41,695	11.9
	3	242,260	6.1	45,572	6.3	288,658	6.2	192,244	5.0	7,654	6.4	45,176	4.0	52,830	4.3	43,584	14.5
	4	245,970	6.3	47,354	10.1	294,292	7.0	193,378	4.4	8,299	9.7	53,165	18.5	61,464	17.2	39,450	5.0
2006	1	250,138	6.2	47,734	11.2	298,568	6.9	193,938	3.9	8,140	7.3	46,763	8.1	54,903	8.0	49,727	19.2
	2	253,486	6.2	48,314	9.0	302,422	6.5	196,410	5.1	8,353	8.3	48,241	1.3	56,594	2.3	49,418	18.5
	3	256,254	5.8	49,954	9.6	307,264	6.4	202,960	5.6	8,106	5.9	48,958	8.4	57,064	8.0	47,240	8.4
	4	259,628	5.6	50,433	6.5	310,586	5.5	203,416	5.2	8,529	2.8	52,902	(.5)	61,431	(.1)	45,739	15.9
2007	1	262,347	4.9	52,108	9.2	315,528	5.7	201,522	3.9	8,859	8.8	49,574	6.0	58,433	6.4	55,573	11.8
	2	264,454	4.3	53,427	10.6	319,057	5.5	203,130	3.4	9,166	9.7	51,104	5.9	60,270	6.5	55,657	12.6

Adjusted to reflect SFAS No. 123R beginning in 2002; percentage changes in 2003

Operating Ratios
(Before Management Fee)

<u>Period</u>	<u>Premium Persistency Rate</u>	<u>Incurred Claims/ Total Rev.</u>	<u>Tot. Ben./ Total Revenues</u>	<u>Amort./ Premium</u>	<u>Tot. Oper. Expenses/ Total Rev.</u>	<u>Combined Ratio/ Total Rev.</u>	<u>Pretax Profit Margin</u>	
1997	96.0 %	36.4 %	72.9 %	2.1 %	18.2 %	91.1 %	8.9 %	
1998	95.6	39.2	72.8	2.3	18.3	91.1	8.9	
1999	95.3	41.0	71.8	2.6	19.0	90.8	9.2	
2000	95.1	43.3	71.0	2.7	19.3	90.3	9.7	
2001	94.7	41.9	69.4	2.9	19.6	89.0	11.0	
2002	94.2	41.8	68.4	3.3	19.7	88.1	11.9	
2003	94.2	44.3	67.8	3.5	19.4	87.2	12.8	
2004	94.5	43.1	67.2	3.3	18.9	86.1	13.9	
2005	94.7	42.6	66.2	3.2	19.3	85.5	14.5	
2006	94.7	39.2	65.4	3.2	18.8	84.2	15.8	
2004	1	94.2	44.1	67.2	3.5	18.9	86.1	13.9
	2	94.3	42.9	66.8	3.2	19.2	86.0	14.0
	3	94.5	43.5	67.4	3.2	18.6	86.0	14.0
	4	94.5	42.1	67.3	3.3	19.1	86.4	13.6
2005	1	94.7	43.9	66.9	3.2	18.2	85.1	14.9
	2	94.8	42.1	65.8	3.2	19.5	85.3	14.7
	3	94.8	42.4	66.6	3.2	18.3	84.9	15.1
	4	94.7	42.1	65.7	3.4	20.9	86.6	13.4
2006	1	94.7	41.0	65.0	3.3	18.3	83.3	16.7
	2	94.6	40.3	64.9	3.3	18.8	83.7	16.3
	3	94.7	40.5	66.1	3.2	18.5	84.6	15.4
	4	94.7	35.2	65.5	3.3	19.8	85.3	14.7
2007	1	94.8	41.7	63.9	3.4	18.5	82.4	17.6
	2	94.7	40.6	63.7	3.5	18.9	82.6	17.4

Adjusted to reflect SFAS No. 123R beginning in 2002

Aflac Japan Sales Results
(Yen In Millions)

<u>Period</u>	<u>Annl. Prem. In Force (Billions)</u>	<u>% Change</u>	<u>New Annl. Prem. Sales</u>	<u>% Change</u>	<u>Convers. Prem.</u>	<u>Total New Premium</u>	<u>% Change</u>
1997	¥ 597.8	5.2 %	¥ 62,371	(20.4) %	¥ 513	¥ 62,884	(20.6) %
1998	640.8	7.2	74,892	20.1	533	75,425	19.9
1999	696.6	8.7	86,567	15.6	476	87,043	15.4
2000	740.4	6.3	99,453	14.9	302	99,755	14.6
2001	782.2	5.6	91,704	(7.8)	161	91,865	(7.9)
2002	834.4	6.7	96,208	4.9	12,112	108,320	17.9
2003	900.3	7.9	113,203	17.7	7,967	121,170	11.9
2004	961.9	6.8	116,507	2.9	6,018	122,525	1.1
2005	1,027.8	6.8	124,846	7.2	3,938	128,784	5.1
2006	1,083.1	5.4	114,654	(8.2)	2,801	117,455	(8.8)
2003							
1	855.4	7.8	25,364	8.0	1,680	27,044	12.1
2	867.6	7.9	30,072	20.1	2,889	32,961	11.3
3	886.3	8.0	27,737	24.4	1,752	29,489	15.9
4	900.3	7.9	30,029	18.3	1,647	31,676	8.7
2004							
1	914.8	6.9	27,354	7.8	975	28,329	4.7
2	928.5	7.0	29,953	(.4)	2,237	32,190	(2.3)
3	946.8	6.8	27,838	.4	800	28,638	(2.9)
4	961.9	6.8	31,362	4.4	2,006	33,368	5.3
2005							
1	978.1	6.9	29,197	6.7	634	29,831	5.3
2	992.6	6.9	31,760	6.0	802	32,562	1.2
3	1,010.7	6.7	30,197	8.5	784	30,981	8.2
4	1,027.8	6.8	33,692	7.4	1,717	35,409	6.1
2006							
1	1,043.9	6.7	28,286	(3.1)	1,154	29,440	(1.3)
2	1,057.0	6.5	30,550	(3.8)	651	31,201	(4.2)
3	1,070.7	5.9	26,943	(10.8)	340	27,283	(11.9)
4	1,083.1	5.4	28,875	(14.3)	656	29,531	(16.6)
2007							
1	1,093.7	4.8	25,849	(8.6)	457	26,306	(10.6)
2	1,102.9	4.3	29,853	(2.3)	270	30,123	(3.5)

Aflac Japan

Aflac Japan Product Mix (New Annualized Premium Sales, Yen in Billions)

		<u>Cancer</u>	<u>% of Total</u>	<u>Rider MAX</u>	<u>% of Total</u>	<u>Medical</u>	<u>% of Total</u>	<u>Life Insurance</u>	<u>% of Total</u>	<u>Other</u>	<u>% of Total</u>
2002	¥	36.0	33.3 %	¥ 34.1	31.5 %	¥ 19.3	17.8 %	¥ 14.3	13.2 %	¥ 4.6	4.2 %
2003		32.3	26.7	32.7	27.0	34.2	28.2	16.2	13.3	5.8	4.8
2004		28.5	23.3	24.2	19.7	37.8	30.9	22.9	18.7	9.1	7.4
2005		33.1	25.7	14.4	11.2	48.1	37.3	23.5	18.2	9.7	7.6
2006		33.3	28.4	11.3	9.6	39.0	33.2	27.5	23.4	6.4	5.4
2005	1	6.5	21.9	3.8	12.8	11.9	39.8	5.5	18.6	2.1	6.9
	2	7.8	23.9	4.0	12.1	12.3	37.8	6.1	18.7	2.4	7.5
	3	8.2	26.6	3.2	10.5	11.7	37.9	5.6	18.0	2.2	7.0
	4	10.6	29.9	3.4	9.5	12.2	34.3	6.3	17.7	3.0	8.6
2006	1	7.7	26.3	3.0	10.3	10.0	34.0	7.0	23.7	1.7	5.7
	2	8.9	28.5	2.8	9.1	10.2	32.8	7.7	24.8	1.6	4.8
	3	7.5	27.4	2.6	9.4	9.6	35.3	6.2	22.6	1.4	5.3
	4	9.2	31.2	2.9	9.7	9.2	31.1	6.6	22.4	1.6	5.6
2007	1	8.6	32.5	2.3	8.6	8.4	31.9	5.6	21.2	1.4	5.8
	2	10.9	36.2	2.1	7.2	8.9	29.4	6.9	22.9	1.3	4.3

Aflac Japan Sales Force Data

Number of Agencies by Type

	<u>Individual/ Independent Corporate</u>	<u>Affiliated Corporate</u>	<u>Total</u>	
2002	9,984	2,072	12,056	
2003	12,529	2,114	14,643	
2004	14,282	2,128	16,410	
2005	15,828	2,132	17,960	
2006	16,254	2,178	18,432	
2006	1	16,201	2,162	18,363
	2	16,416	2,165	18,581
	3	16,545	2,171	18,716
	4	16,254	2,178	18,432
2007	1	16,177	2,185	18,362
	2	16,246	2,185	18,431

Sales Contribution by Agency Type

	<u>Individual/ Independent Corporate</u>	<u>Affiliated Corporate</u>	<u>Dai-ichi</u>	<u>Licensed Sales Associates</u>	<u>Recruited Agencies</u>	
	51.7 %	36.8 %	11.5 %	58,076	3,469	
	53.2	37.0	9.8	64,892	4,078	
	57.0	35.7	7.3	71,356	4,164	
	56.7	35.2	8.1	81,751	4,388	
	58.2	33.2	8.6	90,226	3,463	
2006	1	59.0	31.9	9.1	83,414	780
	2	58.2	34.5	7.3	85,674	963
	3	58.4	32.8	8.8	88,376	811
	4	57.3	33.4	9.3	90,226	909
2007	1	56.3	33.6	10.1	94,006	671
	2	54.1	39.0	6.9	95,826	818

**Yen/Dollar Exchange Rates
1991 - 2005
(By Quarter)**

		<u>Closing Rate</u>	<u>Yearly Cum Avg</u>			<u>Closing Rate</u>	<u>Yearly Cum Avg</u>			<u>Closing Rate</u>	<u>Yearly Cum Avg</u>			<u>Closing Rate</u>	<u>Yearly Cum Avg</u>				
1991	1	140.95	133.76	1994	1	103.15	107.65	1997	1	124.10	121.28	2000	1	106.15	107.13	2003	1	120.20	118.93
	2	137.75	136.04		2	98.80	105.54		2	114.35	120.48		2	105.50	106.91		2	119.80	118.71
	3	132.85	136.18		3	98.45	103.39		3	121.10	119.64		3	108.00	107.16		3	111.25	118.39
	4	125.25	134.52		4	99.85	102.26		4	130.10	121.07		4	114.75	107.83		4	107.13	115.95
1992	1	132.85	128.43	1995	1	89.35	96.32	1998	1	132.10	128.09	2001	1	123.90	118.14	2004	1	105.69	107.32
	2	125.45	129.40		2	84.65	90.39		2	141.00	131.90		2	124.60	120.43		2	108.43	108.52
	3	118.80	127.91		3	99.10	91.62		3	135.50	134.57		3	119.40	120.86		3	111.05	109.00
	4	124.70	126.67		4	102.95	94.10		4	115.70	130.89		4	131.95	121.54		4	104.21	108.26
1993	1	116.30	121.09	1996	1	106.35	105.84	1999	1	120.55	116.58	2002	1	133.25	132.69	2005	1	107.39	104.50
	2	106.65	115.55		2	109.50	106.75		2	121.10	118.80		2	119.45	129.77		2	110.62	106.04
	3	105.15	112.23		3	111.00	107.50		3	106.95	117.09		3	122.60	126.03		3	113.19	107.79
	4	112.00	111.21		4	116.10	108.84		4	102.40	113.96		4	119.90	125.15		4	118.07	109.88

**Yen/Dollar Exchange Rates
2006 - 2007
(By Quarter)**

		<u>Qtr End</u>	<u>Qtr Avg</u>	<u>Yearly Cum Avg</u>	<u>% change Cum Avg Yen vs.05</u>			<u>Qtr End</u>	<u>Qtr Avg</u>	<u>Yearly Cum Avg</u>	<u>% change Cum Avg Yen vs.06</u>
2006	1	117.47	116.90	116.90	(10.6) %	2007	1	118.05	119.48	119.48	(2.2) %
	2	115.24	114.43	115.65	(8.3)		2	123.26	120.78	120.13	(3.7)
	3	117.90	116.17	115.82	(6.9)						
	4	119.11	117.88	116.31	(5.5)						